

## United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Farmington Field Office 6251 College Blvd., Suite A Farmington, New Mexico 87402 45-30971 45-24647 erior 45-24723 45-31984 45-33032 OIL CONS. DIV DIST. 3

> MAY 27 2016 45-31859 45-32550

May 25, 2016

IN REPLY REFER TO:

NOO-C-14-20-4324 et al. (WC) 3162.3-2 (21110)

Mr. Michael T. Hanson Coleman Oil & Gas, Inc. PO Drawer 3337 Farmington, NM 87499-3337

Dear Mr. Hanson:

Our records indicate that you are the operator of the following wells:

1) Eagles Com #001S, 1795' FNL & 975' FEL sec. 14, T. 26 N., R. 12 W., San Juan County, New Mexico, Lease NOO-C-14-20-4324. Well last produced in December, 2014. 2) Federal Com 2E, 1120' FSL & 1640' FWL sec. 11, T. 28 N., R. 13 W., San Juan County, New

Mexico, Lease NMNM-0338690. Well last produced in November, 2014

3) Hodges 8E, 930' FNL & 1040' FWL sec. 21, T. 26 N., R. 8 W., San Juan County, New Mexico, Lease NMSF-078432. Well last produced in October, 2014.

4) Juniper 15 #22, 1475' FNL & 1310' FWL sec. 15, T. 24 N., R. 10 W., San Juan County, New Mexico, Lease NMNM-100807. Well last produced in November, 2014.

5) Juniper 7 #21, 660' FNL & 1970' FWL sec. 7, T. 24 N., R. 10 W., San Juan County, New Mexico, Lease NMNM-100804. Well last produced in January, 2015.

6) Juniper 9 #44, 1205' FSL & 980' FEL sec. 9, T. 24 N., R. 10 W., San Juan County, New Mexico, Lease NMNM-101058. Well last produced in July, 2014.

7) Juniper Com 10 #11, 1150' FNL & 1050' FWL sec. 10, T. 24 N., R. 10 W., San Juan County, New Mexico, Lease NMNM-100805. Well last produced in February, 2015.

Title 43 CFR Section 3162.3-4 requires that the lessee shall promptly plug and abandon, condition as a service well, or condition as a water well, any well on a lease that is not used or useful for the purpose of the lease. Accordingly, you are required to advise this office by Sundry Notice within 30 calendar days of your intent to perform one of the following: a) Condition the well to a useful function, b) Temporarily abandon the well, c) Continued shut-in status, d) Permanently plug and abandon the well.

See attached General Requirements for Non-Producing wells on Federal leases.

The 30 calendar days commences upon receipt of this letter or seven days from the date it is mailed, whichever is less. Failure to comply within the 30 calendar days may result in an assessment in accordance with 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-93000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 *et seq*.

If you have any questions, please contact Jack Savage at (505) 564-7736.

Sincerely -10

/Jack Savage O Petroleum Engineer, Petroleum Management Team

1 Attachment

bcc:

well file NMOCD

BIA Gallup Navajo Nation Minerals Dept.