Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

5.	Lease	Serial	No.

					5. Lease Serial No. NMSF 078067 6. If Indian, Allottee or Tribe Name		
						JBMIT IN TRIPLICATE - Other ins	7. If Unit of CA/Agreement, Nar
1. Type of Well	Dim in the Elonia diam.		m page 2.		, a can or crange comon, r an		
X Oil Well X Gas Well Other					8. Well Name and No.		
2. Name of Operator					9. API Well No.		
DJR Operating, LLC					30-045-31007		
3a. Address c/o A Plus WS Farmington, NM			No. (include area code 505-486-6958)	10. Field and Pool or Exploratory Area Basin Fruitland Coal		
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)					11. Country or Parish, State		
UL -	T25N, R12W		San Juan ,	New Mexico			
12. CHECK	THE APPROPRIATE BOX(ES)) TO INDI	CATE NATURE O	F NO	TICE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION			TYPE O	F AC	TION		
X Notice of Intent	Acidize	Deep	en	P	roduction (Start/Resume)	Water Shut-Off	
	Alter Casing		ure Treat	=	Reclamation	Well Integrity	
Subsequent Report Casing Repair Change Plans		= =			Recomplete Cemporarily Abandon	Other	
Final Abandonment Notice					Water Disposal		
Attach the bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once Testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)							
DJR Operating, LLC r and proposed wellbo	equests permission to plure diagram.	ug & aba	andon the subje	ct we	ell per the attached pro	cedure, current	
Notify NMOCD 24 hrs prior to beginning operations						ning	
SEE ATTACHED FOR CONDITIONS OF APPROVAL			BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS				
AUG 1 0 20.3							
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Nell Lindenmeyer / Agent for DJR			Engineer Tech Title				
Signature Mul Lunder			Date 1/25	/18	?		
	THIS SPACE FO	OR FEDE	RAL OR STATE	OFF	FICE USE		
Approved by						11	

entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

wal of this notice does not warrant or certify

that the applicant holds legal or equitable title to those rights in the subject lease which would

Title

PLUG AND ABANDONMENT PROCEDURE

May 1, 2018

Carson 14-324R

Basin Fruitland Coal
675' FSL & 1909' FEL, Section 14, T25N, R12W, San Juan County, New Mexico
API 30-045-31007 / Lat: _______ / Long: _______

Note: The procedure is revised based on approved P&A sundry. All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.
All cement will be Class G, mixed at 15.8 ppg with a 1.15 cf/sx yield.

1. This project will use an A-Plus steel tank to handle waste fluids circulated from the well and cement wash up.

2. Install and test location rig anchors. Comply with all NMOCD, BLM, and Operator safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. Record casing, tubing and bradenhead pressures. NU relief line and blow down well. Kill well with water as necessary and at least pump tubing capacity of water down the tubing. ND wellhead and NU BOP. Function test BOP.

- 3. Rods: Yes____, No_X__, Unknown___.
 Tubing: Yes__X, No___, Unknown____, Size <u>2-7/8"</u>, Length <u>1236'</u>
 Packer: Yes___, No_X_, Unknown___, Type___.
 If this well has rods or a packer, then modify the work sequence in step #2 as appropriate.
- 4. NOTE: BLM requires a CBL log to be run on all wells where the cement did not circulate to surface or a CBL log was not previously run. This procedure is prepared with the understanding that it may be modified based on the TOC from the CBL.
- 5. Plug #1 (Fruitland perforations & top, 1131' 1031'): TIH with tubing and set 4 ½" CR at 1131'. Load casing with water and circulate well clean. Mix and pump 12 sxs Class G cement and spot inside casing to cover the Fruitland perforations and top. PUH.
- 6. Plug #2 (Kirtland and Ojo Alamo tops, 633' 418'): Mix and pump 21 sxs Class G cement and spot inside casing to cover through the Ojo Alamo tops. PUH.
- 7. Plug #3 (8-5/8" Surface casing shoe, 189' Surface): Attempt to pressure test the bradenhead annulus to 300 PSI; note the volume to load. If the BH annulus holds pressure, then establish circulation out casing valve with water. Mix approximately 15 sxs cement and spot a balanced plug from 188' to surface, circulate good cement out casing valve. TOH and LD tubing. Shut well in and WOC. If the BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the casing and annulus from the squeeze holes to surface. Shut in well and WOC.

8. ND BOP and cut off wellhead below surface casing flange. Install P&A marker with cement to comply with regulations. Record GPS coordinate for P&A marker on tower report. Photograph P&A marker in place. Cut off anchors and clean up location. Restore location per BLM stipulations.

Carson Unit 14 324R

Proposed P&A

Basin Fruitland Coal 675' FSL & 1909' FEL, Section 14, T-25-N, R-12-W San Juan County, NM, API #30-045-31007

Today's Date: 5/2/18 Spud: 10/30/02 Completed: 2/10/03 Elevation: 6423' GL

12.25" hole

Ojo Alamo @ 468'

Kirtland @ 583'

Fruitland @ 1168'



7 7/8" hole

Circulated cement to surface

Plug #3: 189' - 0' Class G cement, 15 sxs

8 5/8" 24# Casing set @ 139' Cement with 100 sxs, circulated to surface.

> Plug #2: 633' - 418' Class G cement, 21 sxs

Plug #1: 1131' - 1031' Class G cement, 12 sxs

Set 4 1/2" CR @ 1131'

Fruitland Coal Perforations: 1181' - 1196'

4.5",10.5#, Casing set @ 1318' Cement with 340 sxs, circulated to surface

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: Carson Unit 14 324R

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.
- 3. The following modifications to your plugging program are to be made:
 - a) Add a cement plug (940 840) ft. to cover the Fruitland top. BLM picks top of Fruitland at 890 ft.
 - b) Combine Plugs #1 & #2 (311 0) ft. to cover the surface casing shoe and the Kirtland and Ojo Alamo tops. BLM picks top of Kirtland at 261 ft.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.