The last in Ad was deal

Form 3160- 5 (August, 2007)

### **UNITED STATES**

OCT 2 9 2008

FORM APPROVED

DEPARTMENT OF THE INTERIOR Sureau of Lar Singing Moon

OMB No 1004-0137

	BUREAU OF LAND	) MAN	IAGEMENT	Farmington Field	)ff.co	Expires J	uly 31, 2010
SUN	5 Lease Seri	5 Lease Serial No NMNM-0557389					
Do no	6 If Indian, Allottee, or Tribe Name						
	oned well. Use Form 316			pposals.			
	RIPLICATE - Other Ins	struction	ns on page 2.		7 If Unit or C	A Agreemei	nt Name and/or No
[ Type of Well Gas Well	Other			`	8 Well Name	and No	
2 Name of Operator					$\frac{1}{NA}$	NCY	#4
QUESTAR EXPLORATION & PI	RODUCTION COMPAN	1			9 API Well N	_	
3a Address		3 b	Phone No (inclu	ide area code)	1	20.04	
1050 17TH STREET, SUITE 500			(303)	672-6900	30-045-11954  10 Field and Pool, or Exploratory Area		
DENVER, CO 80265  4 Location of Well (Footage, Sec., T, R.	M, or Survey Description)		Lat.			•	S POINT
2310'	1980'	0337			11 County or		2
SE NW FNL	FWL 12 T 24N R	. 8W	Long.		SAN	JUAN	NEW MEXICO
12. CHECK APPROPRI	ATE BOX(S) TO INDICA	ATE NA	TURE OF NO	TICE, REPORT, O	R OTHER D	ATA	
TYPE OF SUBMISSION			T	YPE OF ACTION			
X Notice of Intent	Acidize	Do	eepen	Production ( S	tart/ Resume)	v	Vater Shut-off
) 	Altering Casing	Fr.	acture Treat	Reclamation		_ v	/ell Integrity
Subsequent Report	Casing Repair	Ne	ew Construction	Recomplete			ther
	Change Plans	X Pl	ug and abandon	Temporarily A	bandon		
Final Abandonment Notice	Convert to Injection	Pli	ug back	Water Disposa	ıl		
following completion of the involved testing has been completed Final determined that the site is ready for final Questar Exploration & Production and wellbore diagram.	Abandonment Notice shall be inspection)	filed onl	y after all require	ements, including recla	mantion, have	been comple	eted, and the operator ha
If you have any questions or	concerns, please contact	ct Saral	1 Boxley at (3	03) 672-6916.			
							anne era mare per per si si sti d'illi
						RC	n oct 30 '08
						Participal Control of the Control of	_ CONS. DIV. DIST. 3
14 I hereby certify that the foregoing is true Name (Printed Typed)	ано соггест		Tale				
Sarah Boxley			Title		Permit A	gent	
Signature Sarah	Boxley		Date	10/	28/0	8	
_		OR FEI	DERAL OR ST	TATE OFFICE US	SE		
Approved by Original Signe	ed: Stephen Mason		Title			Date	OCT 3 g 2008

certify that the applicant holds lead or equitable title to those rights in the subject lease which would 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 any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Approved by

Conditions of approval, if any are attached Approval of this notice does not warrant or

#### PLUG AND ABANDONMENT PROCDURE

October 8, 2008

#### Nancy #4

Duffers Point Gallup / Dakota 2310' FNL & 1980' FWL, NW, Section 12, T24N, R8W San Juan County, New Mexico, API #30-045-11954

Note: All cement volumes use 100% excess outside pipe and 50' excess inside. The stabilizing wellbore fluid will be 8 3 ppg, sufficient to balance all exposed formation pressures. All cement will be Class B, mixed at 14 8 ppg with a 1.18 cf/sx yield.

- This project requires a NMOCD C-144 CLEZ Closed-Loop System Permit for the use of an A-Plus steel tank to handle waste fluids circulated from the well and cement wash up
- 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 <sup>-</sup>	Yes,	No_2	K, Unknown				
	Tubing:	Yes X	No_	, Unknown	, Size	2.375"	_ , Length _	7002'
	Packer:	Yes,	No	X, Unknown	, Type _		·	
	If this we	ell has rods	or a pa	cker, then modify	the work so	equence in	step #2 as a	appropriate

- 4. Plug #1 (Dakota perforations and top, 6813'- 6713'): TIH and set 4.5" cement retainer at 6813' Pressure test tubing to 1000#. Load casing with water and circulate well clean. Mix 12 sxs cement and spot a balanced plug inside casing above CR to isolate the Dakota perforations and top. TOH.
- 5. Plug #2 (Gallup perforations and top, 6124' 5925'): TIH and set 4.5" cement retainer at 6124'. Load casing with water and circulate well clean. Pressure test casing to 800#. *If casing does not test, then spot or tag subsequent plugs as appropriate*. Mix 19 sxs cement and spot a balanced plug inside casing above CR to isolate the Gallup perforations and top. PUH.
- 6. Plug #3 (Mesaverde top, 3453' 3353'): Mix 12 sxs cement and spot a balanced plug inside casing to cover the Mesaverde top. PUH.

7. Plug #4 (Pictured Cliffs and Fruitland top, 2613' – 2263'): Perforate 3 squeeze holes at 2643'. Attempt to establish rate into squeeze holes if the casing tested. Set 4.5" cement retainer at 2563'. Establish rate into squeeze holes. Mix and pump 167 sxs cement, squeeze 136 sxs outside the casing and leave 31 sxs inside casing to cover through the Fruitland top. TOH with tubing.

8. Plug #5 (Kirtland and Ojo Alamo tops, 2695' – 1839'): Perforate 3 squeeze holes at 2095'. Attempt to establish rate into squeeze holes if the casing tested. Set 4.5" cement retainer at 2645' Establish rate into squeeze holes. Mix and pump 123 sxs cement, squeeze 99 sxs outside the casing and leave 24 sxs inside casing to cover through the Ojo Alamo top. TOH and LD tubing.

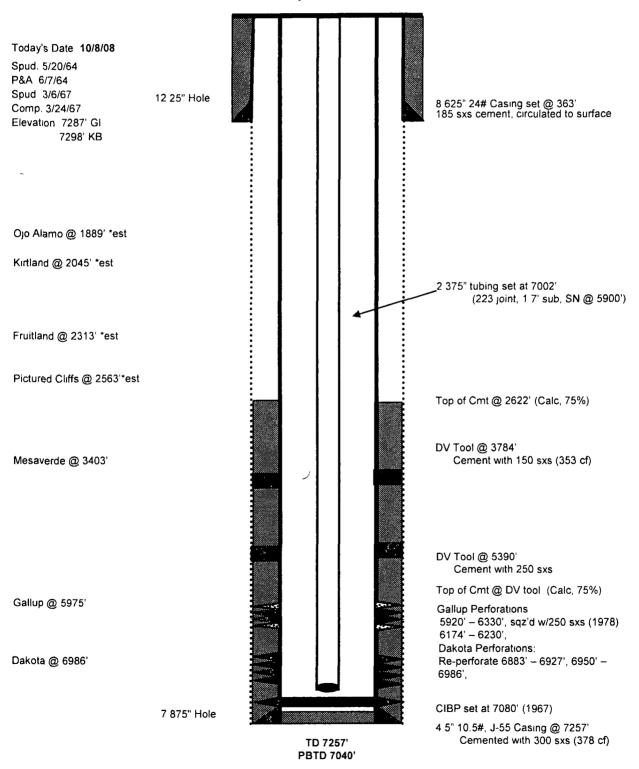
,

- 9. Plug #6 (8.625" Surface casing shoe, 413' 0'): Perforate 3 squeeze holes at 413'. Establish circulation out the bradenhead valve with water; circulate the BH annulus clean. Mix and pump approximately 130 sxs cement down the 4 5" casing to circulate good cement out bradenhead valve. Shut well in and WOC
- 10. ND BOP and cut off casing below surface casing flange. Install P&A marker with cement to comply with regulations. RD, move off location, cut off anchors and restore location.

# Nancy #4

## Current

Duffers Point Gallup / Dakota 2310' FNL & 1980' FWL, Section 12, T-24-N, R-8-W San Juan County, NM / API #30-045-11954



# Nancy #4

## Proposed P&A

**Duffers Point Gallup/Dakota** 

2310' FNL & 1980' FWL, Section 12, T-24-N, R-8-W San Juan County, NM / API #30-045-11954

Today's Date: 10/8/08

Spud. 5/20/64 P&A. 6/7/64 Spud. 3/6/67 Comp: 3/24/67 Elevation: 7287' GI

12 25" Hole

Ojo Alamo @ 1889' \*est

7298' KB

Kırtland @ 2045' \*est

Fruitland @ 2313' \*est

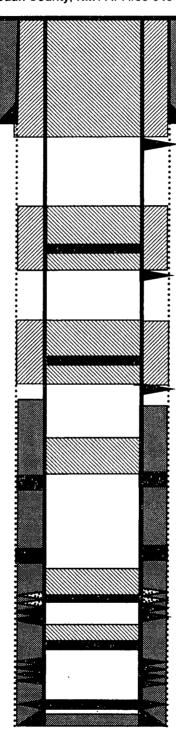
Pictured Cliffs @ 2563'\*est

Mesaverde @ 3403'

Gallup @ 5975'

Dakota @ 6986'

7.875" Hole



TD 7257' **PBTD 7040'**  8 625" 24# Casing set @ 363' 185 sxs cement, circulated to surface

Perforate @ 413'

Plug #6: 413' - 0' Class B cement, 130 sxs

Plug #5: 2095' - 1839'

Class B cement, 123 sxs 24 inside and 99 outside

Perforate @ 2095'

Set CR @ 2045'

Set CR @ 2563'

Plug #4: 2613' - 2263' Class B cement, 167 sxs. 31 inside and 136 outside

Perforate @ 2613'

Top of Cmt @ 2622' (Calc, 75%)

Plug #3: 3453' - 3353' Class B cement, 12 sxs

DV Tool @ 3784'

Cement with 150 sxs (353 cf)

DV Tool @ 5390'

Plug #2: 6124' - 5925' Cement with 250 sxs Class B cement, 19 sxs

Top of Cmt @ DV tool (Calc, 75%)

Set CR @ 6124'

Gallup Perforations

5920' - 6330', sqz'd w/250 sxs (1978)

Re-perforate 6174' - 6230'

Plug #1: 6813' - 6713' Class B cement, 12 sxs

Set CR @ 6813'

Dakota Perforations:

Re-perforate 6883' - 6927', 6950' -6986'.

CIBP set at 7080' (1967)

4 5" 10.5#, J-55 Casing @ 7257' Cemented with 300 sxs (378 cf)

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

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

<b>Attachment</b>	to	notice	of
Intention to	Δh	andon	

Re: Permanent Abandonment

Well: 4 Nancy

#### **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) 599-8907.
- 3. The following modifications to your plugging program are to be made:
- a) Place the Pictured Cliffs/Fruitland plug from 2658' 2310' inside and outside the 4 ½" casing.
- b) Place the Kirtland/Ojo Alamo plug from 2145' 1834' inside and outside the 4 1/2" casing.

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.