Erect Dry Hole Marker.  JAN 3 01992  OIL CON. D  DIST. 3	SEE ATTACHED FOR CONDITIONS OF APPROVAL	Ols FARMINGTON M.M. PRECEIVED  APPROVED  JAN 27 1992  DATE
Erect Dry Hole Marker.  JAN 3 0 1392  O.L. CON. D.  DIST. 3	SEE ATTACHED FOR CONDITIONS OF APPROVAL	RECEIVED BLM 92 JAH 21 PH 2: 22 019 FARMINGTON H.M.M. APPROVED APPROVED APPROVED
Erect Dry Hole Marker.  JAN 3 0 1892  O.L. CON. D.  DIST. S	SEE ATTACHED FOR CONDITIONS OF APPROVAL	RECEIVED BLM 92 JAH 21 PH 2: 22 019 FARMHETON, N.M.
Erect Dry Hole Marker.  JAN 3 0 1992  O.L. CON. D.  O.L. CON. D.  O.L. S.	SEE ATTACHED FOR CONDITIONS OF APPROVAL	RECEIVED BLM 92 JAH 21 PH 2: 22 019 FARMHETON, N.M.
Erect Dry Hole Marker.  JAN 3 0 1992	SEE ATTACHED FOR	92
Erect Dry Hole Marker.  JAN 3 0 1992	SEE ATTACHED FOR	92
Erect Dry Hole Marker.  JAN 3 0 1992  OIL CON. D	* & 1981-91*.	92
Erect Dry Hole Marker.  JAN 3 0 1992  OIL CON. D	6 1981-91'.	92
Erect Dry Hole Marker.  JAN 3 0 1992	6 1981-91'.	92
Erect Dry Hole Marker.	' & 1981-91'.	92
Erect Dry Hole Marker.	' & 1981-91'.	
Erect Dry Hole Marker.	' & 1981-91'.	com surface to 1991' w/no displace
Rusty Chacra perts @ 1967-77	alers down $4\frac{1}{2}$ ", 9.5 casing fr ' & 1981-91'.	com surface to 1991' w/no displace
Rusty Chacra perts @ 1967-77	alers down $4\frac{1}{2}$ ", 9.5 casing fr ' & 1981-91'.	com surface to 1991' w/no displace
Pump 200 CF cement w/ball sea	alers down 4½". 9.5 casing fr	com surface to 1991! w/no dienter
	-	
We propose to permanently plu	ug and abandon subject well a	as follows:
	<u>.</u>	
DESCRIBE PROPOSED OR COMPLETED OPERATIONS (C) proposed work. If well is directionally drilled nent to this work.)	Hearly state all pertinent details, and give pertid, give subsurface locations and measured and	nent dates, including estimated date of starting any true vertical depths for all markers and zones perti-
(Other)	(NOTE: Rep	port results of multiple completion on Well or Recompletion Report and Log form.)
REPAIR WELL CHANGE PLA		DIZING ABANDON MENT*
FRACTURE TREAT  MULTIPLE C	77	
TEST WATER SHUT-OFF PULL OR AL	TER CASING WATER SHUT-OFF	REPAIRING WELL
NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:
Check Appropriate	e Box To Indicate Nature of Notice, Re	
#300432027600S1	7033' GR	Sandoval NM
FERMIT NO. 15. ELEV.	ATIONS (Show whether DF. RT. GR. etc.)	Sec. 12, T22N, R7W
Unit "M" 1150' FSL & 890' F	WL	GUEVEL VE AREA
	•	Rusty Chacra 11. SEC., T., E., M., OR BLE. AND SURVEY OR AREA
See also space 17 below.)  At surface	in accordance with any State requirements.	10. FIELD AND POOL, OR WILDCAT
P.O. Drawer 3307, Farmington	, NM 87499-3307	2
. ADDRESS OF OPERATOR		Gulf Navajo 9. WHLL NO.
HICKS OIL & GAS, INC.		8. FARM OR LEASE NAME
OIL GAS X OTHER NAME OF OPERATOR	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	9
OIL GAS C		Navajo Allotted 7. UNIT AGREEMENT NAME
	R PERMIT—" for such proposals.)	il
(Do not use this form for proposals to dril	ll or to deepen or plug back to a different reser	
SUNDRY NOTICES A	ll or to deepen or plug back to a different reser	of IF INDIAN, ALLOTTEE OR TRIBE NAME
SUNDRY NOTICES A	AND REPORTS ON WELLS  If or to deepen or plug back to a different reserved.	NOQ=C=14-20-5569
Formerly 9–331)  DEPARTMENT ( BUREAU OF L.)  SUNDRY NOTICES A  (Do not use this form for proposals to drill	ND REPORTS ON WELLS	5. LEASE DESIGNATION AND SERIAL NO

## UNITED STATES DEPARTMENT OF THE INTERIOR

## BUREAU OF LAND MANAGEMENT FARMINGTON RESOURCE AREA 1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to Notice of

Re: Permanent Abandonment

Intention to Abandon

Well: 2 Gulf Navajo

## CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal Leases."
- 2. Mark Kelly with the Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 326-6201.
- 3. Blowout prevention equipment is required.
- 4. The following modifications to your plugging program are to be made (when applicable):

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

## GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON RESOURCE AREA

- 1. Secure prior approval either on a Sundry Notice (Form 3160-5) or verbally from the Fluids Drilling & Production Section at this office before changing the approved plugging program.
- 2. Plugging equipment used shall have separate mixing and displacement pumps and a calibrated tank to assure proper displacement of plugs. The Operator is responsible for providing all measuring devices needed to assure proper measurement of materials being used.
- 3. A proper tank or pit will be used to contain all fluids pumped from the well during plugging operations. Unattended pits are to be fenced.
- 4. All cement plugs are to be placed through tubing (or drillpipe) and shall be a minimum of 100 feet in length with 50% excess inside casing or 100% excess when plug is set in open hole or squeezed into perforations. 15.6#/gal slurry weight is to be used when using class B neat cement or when CaCl<sub>2</sub> is used. Use the recommended slurry weight of other type cements when they are used (Class C, Pozzolan etc.).
- 5. Any cement plugs placed when well is not full of fluid, or when well may be taking fluid, (i.e. across perfs-unless bridge plug or retainer is used, across bad csg., or fresh water formations) will be tagged (touched) after cement has set to verify proper location.
  - 5a. Testing The first plug below the surface plug shall generally be tested by either tagging the plug with the working pipe string, or pressuring to a minimum pump (surface) pressure of 1000 psig, with no more than a 10 percent drop during a 15-minute period (cased hole only). If the integrity of any other plug is questioned, it must be tested in the same manner. Also, any cement plug which is the only isolating medium for a fresh water interval or a zone containing a valuable mineral deposit should be tested by tagging with the drill string.
- 6. Mud must be placed between plugs. Plugging mud is to be made up with a minimum of 15 lbs/bbl of sodium bentonite, and a nonfermenting polymer.

  Minimum consistency of plugging mud must be 9 lbs/gal and with a minimum viscosity of 50 sec/qt. Fresh water is to be utilized for mixing mud.
- 7. Following the placement of a cement plug, the withdrawl rate for at least the length of the cement plug shall not exceed 30 ft/min, in order to minimize the contamination of the plug.

- 8. Within 30 days after plugging work is completed, file a Sundry Notice (Subsequent Report of Abandonment, Form 3160-5), in quintuplicate with Area Manager, Bureau of Land Management, 1235 La Plata Highway, Farmington, NM 87401. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. Show date well was plugged.
- 9. All permanently abandoned wells are to be marked with a regulation marker (4" pipe extending 4' above the ground line) containing the information as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10. After plugging work is completed the surface is to be rehabilitated in accord with instructions from the Fluids Surface Management Section of the Farmington Resource Area Office.

All above are minimum requirements. The period of liability under the bond of record will not be terminated until the lease is inspected and surface work approved.

Please advise this office when the well location is ready for final inspection.

Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1.

You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.