Form 3160-5 UNITED STATES FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. JAT 124 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals Jicarilla Apache Tribe 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well C. Fracke TR ⊠ Well 2. Name of Operator Apache Corporation 9. API Well No. 3 Address and Telephone No. 3003922407 2855 Southside River Rd. Suite A Farmington, NM 87401 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) W. Lindrith Gal/Dak 800' FNL 1720' FEL 11. County or Parish, State NNNE Sec 24 T25N RAW RIOArriba Co., NM RioArriba, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Dispose Water Completion or Recompletion Report and Log form 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drill

Apache Corporation proposes to P&A this well per the attached procedure.

give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

14 I hereby certify that they foregoing is t Tile Sr. Production Foreman (This space for Federal or Approved by Conditions of approval, if any:

JAT 124 6 Proposed PtA Procedure

All cont - Class B 15.6 /gal 1.18 yield All space fluid - water Csg has developed a hole - unknown depth. Fluid level @ 2800! 27/8" the workstring.

I MIRU APIUS PHA package. TIH, tag fill. ToH to 6900'.

2. Break circulation with water, emt across Gellup with 50 sx (59.0ft3), leaving the cont from 6458 to 6900. TOH to 6000' WOC Zhrs. (Btm of the is perf sub, bull plug)

3. Hook pump truck to bradenhead. Attempt to pump into tradenhead - 500 PSI max. If bradenhead takes fluid, will be perforating csg @ 360' and emting beck to surface after other emt plugs are set. If bradenhead pressure tests - no perforating - set inside ent plug later

4. Till, tag Gallup ant top. If top is below 6677; set another ant plug.

5. TOH to 5250 Break circ, spot 30 sx (35.4 ft3) across MV top @ 5/61' from 4985' to 5250'. TOH to 4500'. WOC.

6. Till, tag cout, spot more ent if needed to cover MV top. 7. Toll to 3550; Break circ, spot 85 sx (100.3 ft3) across PC top, up to cover Go Alamo top from 2800' to 3550! Tot! to 2300' WOC.

8. Titl, tag ant, spot more ant if needed to cover Ojo Alamo top.

9. Press test cso to 500 PSI, determine in hole in cso has been contid.

10. ToH to 1450'. Spot 18 sx (21.2 ft3) across Naciento top @ 1376' from 1291' to 1450'. It csg press, tested, no woc. If not, woc, tag cout. Promp more out if needed.

11. Depending on results of bradenhead pressure testing in

Step 3;

a. If pressure tested, Tot w/ they to 360'. Circ emt from 360' to surface. ToH. Extoff wellhead, fill voids, install P+A marker.

b. If bradenhead can be pumped into, perf as & 360!
Pump down 51/2" as with water, break airc. Cont down 51/2", circ to surface. (Approx. 100 sx cmt.) Cut off wellhead, fill voids w/cmt. Install PHA marker

12 Remediate location.

JAT 124 46 10-30-02 NWNE Sec 29 T25N RAW Proposed Wellbore Diagram Pio Arriba, NM API 3003922407 85/8" 24 4 @ 308" w/ 3155x. Circ ent. 308' 51/2" 15.5# K-55 csq 778" hole 1stage 0 - 150 sx 50-50POZ W690gel 01.48 = ZZZ ft3 Proposed cont plugs: 1291 - 365 sx class B 1. Surface 0-360' (155') @ 1.18 = 431 ft3 2. Naciento 1291'-1450' 1450 2nd stage 3. Ojo Alamo, KirHand, Fruitland, - 850 SX 65-35 POZ w/ 6/69d 2800' Pictured Cliffs 2800'-3550 @ 1.57 = 1334 ft3 4. Mesa Verde 4985' to 5250' - 100 SX class B (750) 5. Gallup 6485' to 6900' @1.18 = 118 ft3 3550′ (Total - 283 SK minumum) | stage = 3769 x .75 = 2826 | (Emt is from 5232' to 8060') 4985 2nd stage = 8381 x.75 = 6286 (265) (cont is from surface to 5878') 5250 DV Tool @ 5878' Formation Tops from JAT 124 5 (Unit H) Sec 23, T25N, R4W 6485 000 (per Brian Davis 10-29-02-(4151) 68401 use these tops for 124 \$6) Gullup Naciento 1376 7137 Ojo Alamo 2930' Fill @ 7142' Kirtland 3137 The Anchor @ 7441 7744. Fruitland 3360 Top of the fish @ 7409' Dakoha Pictured Cliffs 3496' 7926 Mesa Verde 5161' 8060' Gallup 6777' Dakote 7668

Apache Corporation

JAT 124-6

Workover Operations

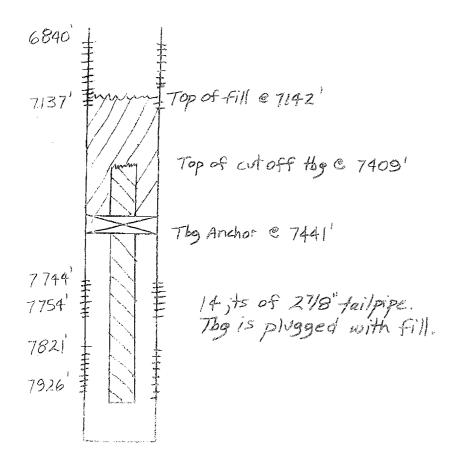
10-20-02 Csg gas press went to zero PSI. Suspect hole in csg on rod pumping well.

10-22-02 Move in rig. Pull rods, pump. Pull on they stuck.

Freepoint they - they anchor and 30' of they stuck. Cut off they 32' above TA. FL @ 2800'.

Pick up washpipe, Titl to 5100'. Unload well w/ compressed air - dark grey water. TIH, tagged fill @ 7142'. Attempt to unload well w/ comp. air - too much hydrostatic. Attempt to TOH, washpipe stuck. Work free, had to work pipe to 5900', pulled free. TOH, lay down weshpipe.

Decision made to not attempt workover of cementing hole in csg - too poor of economics. PAA the well prior to Dec 31, 2002.



BLM CONDITIONS OF APPROVAL

The following surface rehabilitation Conditions of Approval must be complied with as applicable, before this well can be approved for final abandonment (see 43 CFR 3162.3-4). Surface rehabilitation work shall be completed within one year of the actual plugging date. Notification for completion of this work can be submitted with a Sundry Notice. Questions? Call Pat Hester at (505) 761-8786.

- 1. All fences, production equipment, purchaser's equipment, concrete slabs, deadman (anchors), flowlines, risers debris and trash must be removed from the location. Non-retrieved flowlines and pipelines will be abandoned in accordance with State Rule 714. Information supporting the non-retrieval will be included in the subsequent report or final abandonment Sundry Notice.
- 2. Production pits will be closed according to the Unlined Surface Impoundment Closure Guidelines, as approved in the Environmental Assessment of December 1993. Any oil stained soils can be remediated on-site according to these guidelines or disposed of in a an approved facility.
- 3. The well pad will be shaped to the natural terrain and left as rough as possible. All compacted areas and areas devoid of vegetation shall be ripped to a minimum of 12" in depth before reseeding.
- 4. Access roads will be shaped to conform to the natural terrain and left as rough as possible to deter vehicle travel. Access will be ripped to a minimum of 12" in depth, water barred and reseeded. All erosion problems created by the development must be corrected prior to acceptance of release. Water bars should be spaced as shown below along the fall line of the slope:

% Slope	Spacing Interval
Less than 20%	200'
2 to 5 %	150'
6 to 9 %	100'
10 to 15 %	50'
Greater than 15%	30'

- 5. All disturbed areas will be seeded with the prescribed certified seed mix (reseeding may be required). Seed mix must be certified weed free to avoid the introduction of noxious weeds. Refer to the original APD for seed mix.
- 6. Notify Surface Managing Agency seven (7) days prior to seeding so that they may be present to witness.
- 7. The period of liability under the bond of record will not be terminated until the well is inspected and the surface rehabilitation approved.

Other Surface Managing Agencies (SMA's) may vary slightly in their restoration requirements. It is your responsibility, as the operator, to obtain surface restoration requirements from other SMA's. We need to be provided with a copy of these requirements. Any problems concerning stipulations received from other SMA's should be brought to us.

On private land, a letter from the fee owner stating that the surface restoration is satisfactory will be provided to the office. Questions? Call Pat Hester at (505) 761-8786.

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT Albuquerque Field Office 435 Montano N.E. Albuquerque, New Mexico 87107

Company Apache Corporation

Well No. Jicarilla Contract 124 No. 6

Location 800' FNL & 1720' FEL Sec. 24, T25N, R4W, NMPM

Lease No. Jicarilla Contract 124

Government Contacts:

Bureau of Land Management, Albuquerque Field Office Office 505.761.8700

Manager:

Steve Anderson, Assistant Field Manager 505.761.8982

Petroleum Engineer:

Brian W. Davis 505.761.8756, Home 505.323-8698,

Pager 505.969.0146, Cell 505.249.7922,

Petroleum Engineering Technician: Bryce Hammon, Office 505.759.1823, x-31, Cell 505.320.9741

BLM Geology / Environmental Contact:

Patricia M. Hester 505.761.8786

GENERAL REQUIREMENTS FOR OIL AND GAS OPERATIONS FEDERAL & INDIAN LEASES

- 1. Plugging operations authorized are subject to the "General Requirements for Permanent Abandonment of Wells on Federal and Indian Leases."
- 2. For wells on Indian leases, Bryce Hammond with the Jicarilla Nation Tribal Oil and Gas Office is to be notified at least 24 hours (48 hours if possible) before the plugging operations commence. His phone number is (505) 759-1823, x-31 office, (505) 320-9741 cell. Office hours are 7:45 a.m. to 4:30 p.m.
- 3. Blowout prevention equipment is required.
- 4. The following modifications to your plugging program are to be made:

N/A