Form 3160-5 (November 1994)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS It use this form for proposals to drill or reen

FORM APPROVED OMB No. 1004-0135 Expires July 31, 1996

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5. Lease Serial No.

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	torm for proposals to d Use Form 3160-3 (APD) f				6.	If Indian, Al	lottee or Tribe Name	
	CATE – Other instruc	tions o	n revers	e side		If Unit or C.	A/Agreement, Name and/or No.	
1. Type of Well X Oil Well Gas Well	8.	Well Name	and No.					
2. Name of Operator	Other					entral Bist		
Elm Ridge Resources, Inc.					9.	API Well N	0.	
3a. Address		No. (include area code) 30-045-05511						
PO Box 189 Farmington, NM 8		505-632-	3476				ool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R.,	M., or Survey Description)				<u> </u>	isti Lower	<u> </u>	
610' FNL & 660' FWL							arish, State	
Sec. 9-T25N-R12W						San Juan, New Mexico		
12. CHECK APPROPRIATE BOX(E	S) TO INDICATE NATURE C	F NOTICE	E, REPORT	, OR OT	HER DATA	<u> </u>		
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent	Acidize Alter Casing	= · =		oduction (Star	ction (Start/Resume) Water Shut-Off mation Well Integrity			
Subsequent Report	Casing Repair	New Co	Construction Recomplete				Other	
T T 141 1 4 Note:	Change Plans	= ~	d Abandon	=	emporarily Ab	andon		
Final Abandonment Notice	Convert to Injection	Plug Ba	.ck	~ لــا	ater Disposal			
Attach the Bond under which the work of Following completion of the involved ope Testing has been completed. Final Abadetermined that the site is ready for final inspection. But the site is ready for final inspection of the involved procedure already file approved procedure already file.	rations. If the operation results in andonment Notices shall be filed on tion.)	a multiple co ly after all : ne Centra	ompletion or requirements, is	ecompletion including r	in a new int reclamation, har	terval, a Form ve been compl	3160-4 shall be filed once eted, and the operator has	
					· · · · · · · · · · · · · · · · · · ·	· .		
14. I hereby certify that the foregoing is to Name (Printed/Typed)		Title	4.	in de la companya de La companya de la co	Production	Toobaisi	on	
Trudy G	rubelnik	Date	-		Production	- Technici	all	
Signature V MUOU	Mubila	Date			May 1	5, 2001		
<u> </u>	THIS SPACE I	OR FEDE	RAL OR ST	ATE USE				
Approved by		T	itle			Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equi which would entitle the applicant to conduct	table title to those rights in the subj operations thereon.	ect lease	Office				FOR RECORL	
Title 18 U.S.C. Section 1001, makes it a criffraudulent statements or representations as to	ke to any dep	to any department or agency of the United States any false, fictitious or						

Form 3160-5 (June 1990)

Subsequent Report

Final Abandonment Notice

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

MARCENCO MARCENTON SUNDRY NOTICES AND REPORTS ON WELLS 17

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993

5. Lease Designation and Serial No. NM 036254A

6. If Indian, Allottee or Tribe Name

Non-Routine Fracturing

Conversion to Injection Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Water Shut-Off

Do not use this form for proposals	t reservoir, 7. If Unit or CA. Agreement Designation	
Use "APPLICATIO	N FOR PERMIT-" for such proposals	April 10 to 10 to
SUBMIT II	N TRIPLICATE USE TO A SECOND	Central Bisti Unit
Type of Well X Oil Well Ga	s Well Other	8. Well Name and No. Central Bisti Unit No. 16
Name of Operator		9. API Well No.
Central Resources, Inc.	30-045-05511	
Address and Telephone No.	10. Field and Pool, or Exploratory Area	
P.O. Box 1247, Bloomfield, New	Bisti Lower Gallup	
Location of Well (Footage, Sec., T., R., M.	11. County or Parish, State	
610' FNL, 660' FWL, Sec 9, T25	San Juan, New Mexico	
CHECK APPROPRIATE BOX(s) TO	INDICATE NATURE OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION
	X Abandonment	Change of Plans
X Notice of Intent	Recompletion	New Construction

13. Describe Proposed or Completed Operations (Clearly state all pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Central Resources, Inc. intends to plug the well in accordance with regulations. Production equipment will be removed and the well will be plugged as specified. Perforate and squeeze will be used unless casing can be recovered over the specified interval.

SEE ATTACHED FOR COMBITIONS OF APPROVAL Proposed procedure:

a. Notify the Farmington BLM office at 505-599-8907,24 hours prior to commencement of plugging operations.

Plugging Back Casing Repair

Altering Casing

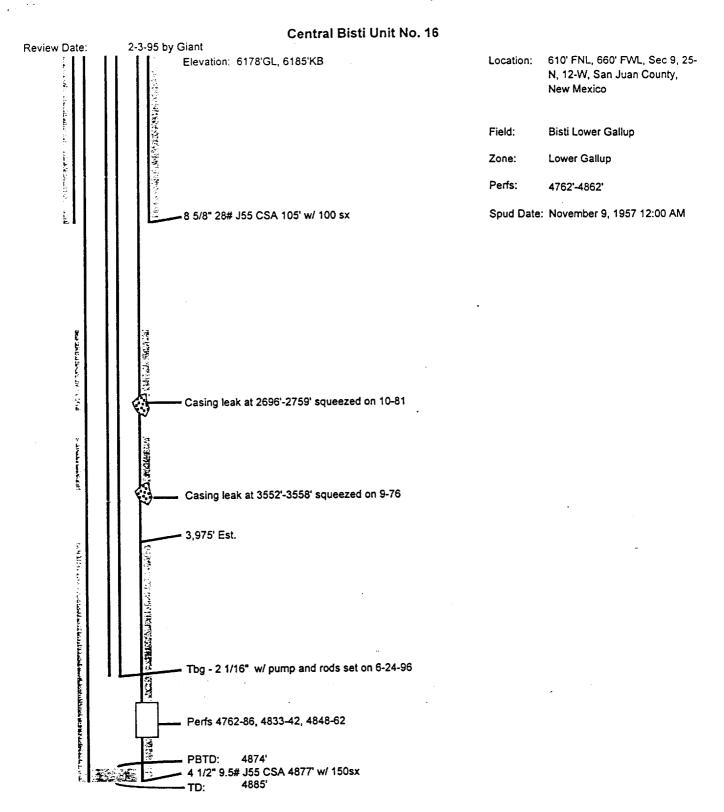
Other

- b. Spot a cement plug through tubing from $\frac{4550}{4550}$; $\frac{4661}{100}$ to cover Gallup top @ $\frac{4661}{100}$; $\frac{466}{100}$ inside and outside the casing.
- d. Perforate and squeeze cement from 1990 1122 to cover the Pictured Cliffs top @ 1122 inside and outside the casing.
- e. Perforate and squeeze cement from 650 790 to cover the Frutiland top @ 790 inside and outside the casing.
- f. Perforate and squeeze cement from 75-150 to cover the surface casing shoe inside and outside the production casing.
- g. Perforate and squeeze cement from surface to 50' inside and outside the production casing.

4. I hereby certify that the foregoing is true and correct Signed Norther 2. State	Title District Manager	Date	February 14, 2000
Rodney L. Seale			
(This space for Enderal of State office use) Approved by	Title MT Tenn Legal	Date	3/23/00
Conditions of approval, if any:	Acring		

^{*}See Instruction on Reverse Side

CENTRAL RESOURCES, INC.



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.

- 1. All fences, production equipment, purchaser's equipment, concrete slabs, deadman (anchors), flowlines, risers, debris and trash must be removed from the location.
- 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 may be remediated on-site according to these guidelines or disposed of in an approved disposal 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" before seeding.
- 4. Access roads will be shaped to conform to the natural terrain and left as rough as possible to detour vehicular travel. Access will be ripped to a minimum of 12" in depth and waterbarred prior to seeding. All erosion problems created by the development must be corrected prior to acceptance of release. Waterbars should be spaced as shown below:

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

All water bars should divert to the downhill side of the road.

- 5. All disturbed areas will be seeded with the prescribed certified seed mix (reseeding may be required).
- 6. Notify Surfacing Managing Agency seven (7) days prior to seeding so that they may be present for that option.
- 7. The period of liability under the bond of record will not be terminated until the lease is inspected and the surface rehabilitation approved.

Other 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, we should be provided with a letter from the fee owner stating that the surface restoration is satisfactory.

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

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to notice of

Re: Permanent Abandonment

Intention to Abandon:

Well: 16 Central Bisti Unit

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. Mike Flanikan with the 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 Gallup plug from 4710' 4610'.
- b) Place the Mesaverde plug from 1919' 1819' inside and outside the 4 ½" casing.
- c) Place the Pictured Cliffs plug from 1172' 1072' inside and outside the 4 ½" casing.
- d) Place the Fruitland plug from 844' 744' inside and outside the 4 ½" casing.
- e) Combine the surface casing shoe plug and the surface plug from 155' to surface to cover the Ojo Alamo.

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

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

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON DISTRICT OFFICE

- 1.0 The approved plugging plans may contain variances from the following minimum general requirements.
- 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Farmington District office, Branch of Drilling & Production.
- 1.2 Requirements may be added to address specific well conditions.
- 2.0 Materials used must be accurately measured.
- 3.0 A tank or approved pit must be used for containment of any fluids from the wellbore during plugging operations and all unattended pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
- 3.1 Pits are not to be used for disposal of any constituent(s) of concern.
- 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
- 4.1 The cement shall be as specified in the approved plugging plan.
- 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
- 4.3 Surface plugs may be no less than 50' in length.
- 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
- 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
- 5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by: (1) tagging with the work string, or: (2) for cased holes only; pressuring to a minimum surface pressure of 500 PSI, with no more than a 10% drop during a 15-minute period.
- 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.

- 5.2 Testing will not be required for any cement plug that is mechanically contained by use of a bridge plug and/or cement retainer.
- 5.3 Any cement plug which is the only isolating medium, for a fresh water interval or a zone containing a prospectively valuable deposit of minerals, shall be tested by tagging.
- 6.0 All wells are to be controlled by means of a wellbore fluid that is to be of a weight and consistency necessary to stabilize the wellbore. Wellbore fluid shall be left in place as filler between all plugs.
- 6.1 Drilling mud may be used as the wellbore fluid in open hole plugging operations.
- 6.2 The wellbore fluid used in cased holes shall be of sufficient weight to balance known pore pressures in all exposed formations.
- 7.0 A blowout preventer and related equipment (BOPE) shall be installed and tested prior to working in a wellbore with any exposed zone(s); (1) that are over pressured, (2) where the pressures are unknown, or (3) known to contain H_2S .
- 8.0 Within 30 days after plugging work is completed, file a Sundry Notice, Subsequent Report of Abandonment (Form 3160-5), five copies, with the District Manager, Bureau of Land Management, 1235 La Plata Highway, Farmington, NM 87401. The report should show the manner in which the plugging work was carried out, the extent, by depth(s), of cement plugs placed, and the size and location, by depth(s), of casing left in the well. Show date well was plugged.
- 9.0 All permanently abandoned wells are to be marked with a permanent monument as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- All of the above are minimum requirements. 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.