FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) Expires: March 31, 1993 5. Lease Designation and Serial No. **UNITED STATES** NM 0468006 DEPARTMENT OF THE INTERIOR 6. If Indian, Allottee or Tribe Name **BUREAU OF LAND MANAGEMENT** SUNDRY NOTICES AND REPORTS ON WELLS 7. If Unit or CA. Agreement Designation 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 SUBMIT IN TRIPLICATE 8. Well Name and No. 1. Type of Well Mudge 8 Well No. 301 X Gas Well Other Oil Well 9. API Well No. 2. Name of Operator 30 - 045 - 21287Giant Exploration & Production Company 10. Field and Pool, or Exploratory Area 3. Address and Telephone No. Basin Dakota P.O. Box 2810, Farmington, New Mexico 87499 (505)326-3325 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) San Juan, New Mexico 1730' FSL, 790' FWL, Sec. 9, T25N, R11W CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans X Abandonment **New Construction** Recompletion X Notice of Intent Non-Routine Fracturing Plugging Back Water Shut - Off Casing Repair Subsequent Report Conversion to Injection Altering Casing (Note: Report results of multiple completion on Well Other Final Abandonment Notice Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent dates, including estimated date of starting any proposed work. If well is directionaly drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Giant Exploration & Production Company plans to plug and abandon the subject well as outlined in attachment "A". nd correct 14. I hereby certify that the foregon AUG 0 1 1994 Date TitleArea Engineer (This space for Federal or State office use) Title Approved by Conditions of aproval, if any: Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictious or fraudulent statements or representations as to any maner within its jurisdiction. *See Instruction on Reverse Side

Giant Exploration & Production Company Mudge 8 Well No. 301 Attachment "A"

Giant Exploration & Production Co. plans to plug and abandon the above location as follows:

- 1. Move on location. Circulate wellbore through 2-3/8" tubing string.
- Spot 17 sacks (19.6 cuft) Class "B" cement across Dakota perforations from 5807' to 5827' and the top of the Dakota formation (5732'). Top of plug will be 5682'.
- 3. Spot 12 sacks (13.8 cuft) Class "B" cement across Gallup formation top from 4898' to 4798'. Top of the Gallup formation 4848'.
- 4. Perforate 2 squeeze holes at 2060'.
- 5. Pump 355 sacks (408.3 cuft) cement into the perforations to cover the tops of the Mesa Verde, Pictured Cliffs, and the Fruitland formations from 2060' to 1158'.
- 6. Spot a 12 sack (13.8 cuft) cement plug to cover the top of the Mesa Verde formation from 2060' to 1960'.
- 7. Spot a 18 sack (20.7 cuft) cement plug to cover the top of the Pictured Cliffs and Fruitland formation from 1318' to 1158'.
- 8. Perforate 2 squeeze holes at 569' to allow coverage of the surface casing shoe from 569' to 469'.
- 9. Pressure displace 45 sacks (51.8 cuft) into the perforations at 569'. Leave 12 sacks (13.8 cuft) of cement in the casing, leaving both the inside and outside of the casing full of cement.
- 10. Set 50' plug to surface, inside and outside of casing, with 22 sacks of cement.
- 11. Cut off the wellhead and install the dry hole marker.

Note: Mud will be placed between all cement plugs. Mud properties will be a minimum of 9.0 lbs/gal and have a minimum viscosity of 50 sec/qt. Fresh water will be used to mix the mud. It will contain a minimum of 15 lbs/bbl of sodium bentonite, and have a nonfermenting polymer.

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

1235 La Plata Highway Farmington, New Mexico 87401

Attachment to Notice of

Re: Permanent Abandonment

Intention to Abandon

Well: 301 Mudge 8

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Leases."
- 2. Mike Flaniken 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 (when applicable):

1.) Tay Top of Dakota coment pluy a 5682.

- 2.) Move Gallup coment plus to 4022'- 4722'. (Gallup Top 0 4772')
- 3.) Perforate a 2094' and extend MV, PCZFr.

 play to 2094' 946' on the outside of the

 casing. Plays on inside of cas. -- MV-2094' to

 1994', PCZFr-- 1332' to 946'

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