UNITED STATES

FORM APPROVED
OMB NO 1004-0135

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			Expires: November 30, 2000 5. Lease Serial No. SF 078640			
SUNDRY NO						
Do not use this for abandoned well. U	6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRIPLICA	ATE - Other instruction	ns on reverse side.		7. If Unit or CA/Agreen	nent Name and/or No.	
1. Type of Well Oil Well O	ias Well Other					
1. Type of well — G	as well			8. Well Name and No. SAN JUAN 28-7	116	
2. Name of Operator CONOCO INC.				9. API Well No. 3003907067		
3a. Address P.O. BOX 2197 DU 3066 HOUSTON, TX 77252		3b. Phone No.(include area code) 281.293.1005		10. Field and Pool, or Exploratory Area BLANCO P.C. SOUTH		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, and State RIO ARRIBA NM		
17 - 27N - 7W						
12 CHECK APPRO	PRIATE BOX(ES) TO IND	ICATE NATURE OF NO	rice, ref	PORT, OR OTHER DA	ТА	
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, RE TYPE OF SUBMISSION TYPE OF ACTION						
Notice of Intent Subsequent Report Final Abandonment Notice Acidize Alter Casing Casing Repair Change Plans Convert to Injection		Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Reco	Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal Water Shut-Off Well Integrity Other		
13. Describe Proposed or Completed Operation If the proposal is to deepen directionally or Attach the Bond under which the work will following completion of the involved opera testing has been completed. Final Abandor determined that the site is ready for final in Conoco proposes to plug and abawellbore schematics.	recomplete horizontally, give subsurfi be performed or provide the Bond Notions. If the operation results in a mul ament Notices shall be filed only after spection.) andon this well using the attact	ace locations and measured and tro b. on file with BLM/BIA. Require tiple completion or recompletion i all requirements, including reclam	d subsequent n a new inter ation, have be	reports shall be files within 30 val, a Form 3160-4 shall be file een completed, and the operate	o) days ed once or has	

Electronic Submission #1809 verified by the BLM Well Information System for	сриосо	O INC. Sent to the Farmington Field Office	_
Committed to AFMSS for processing by Maurice Johnson on 10/27/2000 Name (Printed/Typed) DEBORAH MARBERRY	Title_	SUBMITTING CONTACT	
Signature	Date	10/27/2000	=
THIS SPACE FOR FEDER	RAL OR S	ISTATE OFFICE USE	_
Approved By Conditions of approval, if any, are attached. Approval of this notice does not war certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.	rant or	Office Date 17	_

PLUG & ABANDONMENT PROCEDURE

10/20/00

San Juan 28-7 Unit #116

So. Blanco Pictured Cliffs Extension 1749' FNL & 1550' FEL, Section 17, T-27-N, R-7-W Rio Arriba Co., New Mexico Lat: N 36^ 34.5' / Long: W 107^35.6' API No. 30-039-0706700

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.

- Install and test rig anchors. Prepare blow pit. Comply with all NMOCD, BLM and Conoco safety rules and regulations. MOL and RU daylight pulling unit. Blow well down; kill with water if necessary. ND wellhead and NU BOF and stripping head; test BOP.
- 2. TOH with 1-1/4" tubing, total 3348'. Visually inspect tubing, if necessary LD and PU workstring. Round-trip 5-1/2" wireline gauge ring to 3312', or as deep as possible.
- 3005'
 3. Plug #1 (Pictured Cliffs perforations and Fruitland top, 3312' 3047'): Set 5-1/2" wireline CIBP or cement retainer at 3312'. TIH with tubing and tag. Load casing with water and circulate well clean. Pressure test casing to 500#. If casing does not test, then spot or tag subsequent plugs as appropriate. Mix 36 sxs Class B cement and spot a balanced plug inside casing above the CIBP to isolate Pictured Cliffs perforations and cover Fruitland top. PUH to 2692'.
- 4. Plug #2 (Kirtland top, 2692' 2592'): Mix 17 sxs Class B cement and spot balanced plug inside casing to cover the Kirtland top. PUH to 2520' and reverse circulate cement out. TOH with tubing.
- 5. Plug #3 (Ojo Alamo tops, 2500' 2400'): Perforate 3 squeeze holes at 2500'. Establish rate into squeeze holes if casing tested. Set 5-1/2" retainer at 2542'. Pressure test tubing to 1000#. Establish rate into squeeze holes. Mix 47 sxs Class B cement and squeeze 30 sxs cement outside 5-1/2" casing and leave 17 sxs cement inside casing to cover through the Ojo Alamo top. TOH.

1584 14.84 1584

- 6. Plug #4 (Nacimiento top, 1653' 1553'): Perforate 3 squeeze holes at 1653'. Establish rate into squeeze holes if casing tested. Set 5-1/2" retainer at 1603'. Establish rate into squeeze holes. Mix 47 sxs Class B cement and squeeze 30 sxs cement outside 5-1/2" casing and leave 17 sxs cement inside casing to cover through the Nacimiento top. TOH and LD tubing.
- 7. Plug # (8-5/8" casing shoe, 178' Surface): Perforate 3 squeeze holes at 178'. Establish circulation out bradenhead. Mix and pump approximately 60 Class B cement down 5-1/2" casing, circulate cement out bradenhead valve. Shut in well and WOC.
- 8. ND BOP and cut off casing below surface. Install P&A marker with cement to comply with regulations. RD, move off location, cut off anchors and restore location.

San Juan 28-7 Unit #116

Current

So. Blanco Pictured Cliffs Extension NE, Section 17, T-27-N, R-7-W, Rio Arriba County, NM Lat: N 36^ 34.5' / Long: W 107^ 35.6'

API No. 30-039-07067000

Today's Date: 10/20/00 Spud: 7/25/59 12-1/4" hole Completed: 8/17/59 8-5/8" 32# J-55 Casing set @ 128' Cmt w/60 sxs (Circulated to Surface) Elevation: 6916' GL 1-1/4" 2.4# tubing @ 3348' Nacimiento @ 1603' Ojo Alamo @ 2450 Kirtland @ 2642' TOC @ 2620' (T.S.) Fruitland @ 3097' Pictured Cliffs Perforations: Pictured Cliffs @ 3360' 3362' - 3430'

TD 3466'

7-7/8" hole

5-1/2" 15.5#, J-55 Casing set @ 3465' Cemented with 100 sxs

San Juan 28-7 Unit #116

Proposed P&A

So. Blanco Pictured Cliffs Extension

NE, Section 17, T-27-N, R-7-W, Rio Arriba County, NM

Lat: N 36^ 34.5' / Long: W 107' 35.6'

API No. 30-039-07067000

Today's Date: 10/20/00

Spud: 7/25/59

Completed: 8/17/59

...

12-1/4" hole

Elevation: 6916' GL

Nacimiento @ 1603'

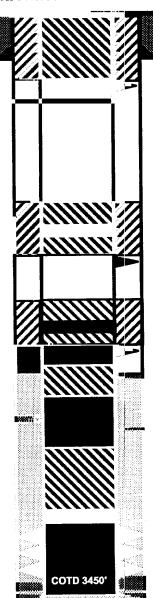
Ojo Alamo @ 2450'

Kirtland @ 2642'

Fruitland @ 3097

Pictured Cliffs @ 3360'

7-7/8" hole



8-5/8" 32# J-55 Casing set @ 128'

Cmt w/60 sxs (Circulated to Surface)

Perforate @ 178'

Plug #5 178' - Surface Cmt with 60 sxs Class B

Plug #4 1653' -1553' Cmt with 47' sxs Class B,

30 sxs outside casing and 17 sxs inside

Cmt Retainer @ 1603'

and in one more

Perforate @ 1653'

Plug #3 2585' - 2485' Cmt with 47 sxs Class B, 30 sxs outside casing and 17 sxs inside.

Cmt Retainer @ 2450'

Perforate @ 2500'

TOC @ 2620' (T.S.)

Plug #2 2692' - 2592' Cmt with 17 sxs Class B

Plug #1 3312' - 3047' Cmt with 36 sxs Class B

Set CIBP @ 3312'

Pictured Cliffs Perforations:

3362' - 3430'

5-1/2" 15.5#, J-55 Casing set @ 3465' Cemented with 100 sxs

TD 3466'

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 abandomnent (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:

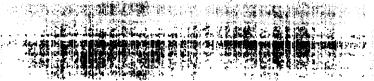
% Slopes	Spacing Interval			
Less than 20%	200'			
2 to 5%	150'	- 5		
6 to 9%	100'	.:		
10 to 15%	50'			
Greater than 15%	30' .			

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 and, 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: 116 San Juan 28-7 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) Bring the top of the Pictured Cliffs/Fruitland plug to 3005'.
- b) Place the Nacimiento plug from 1584' 1484' inside and outside the 5 $\frac{1}{2}$ " casing.

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.