UNITED STATES

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| | - | | 5. Lease Numb | |
|--------------------------|--|---|--|----------|
| _ | | | SF-077107- | |
| 1. Type of GAS | Well | 34567 | 6. If Indian, Tribe Name | |
| | | APR | 2000 A. Unit Agree | ment Na |
| 2. Name of | Operator | RECE | | |
| BUR | RLINGTON | R OLC | M. 07 | |
| KES | OUNCES OIL | & GAS COMPANY DR | 8. Well Name | s Number |
| 3 Address | & Phone No. of Opera | tor | Hancock B | |
| | | 87499 (505) 326-9700 | 9. API Well N | ю. |
| | | | 30-045-240 | _ |
| | n of Well, Footage, S | | 10. Field and | |
| 1450'FS | L, 1160'FEL, Sec.31, | T-28-N, R-9-W, NMPM | Basin Dako | |
| | | | 11. County and San Juan C | |
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| | | DICATE NATURE OF NOTICE, R | | |
| | Submission | Type of Action X Abandonment | n Change of Plans | |
| _x_ | Notice of Intent | | New Construction | |
| | Subsequent Report | Plugging Back | | |
| | 1 | | Water Shut off | |
| | Final Abandonment | Altering Casing | Conversion to Injection | |
| | | | | |
| | | _X_ Other - | | |
| 13 Page | with Proposed or Comp | X_ Other - | | |
| 13. Desc | ribe Proposed or Comp | X_ Other - | | _ |
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PLUG & ABANDONMENT PROCEDURE

2/25/00

Hancock B #5E

Basin Dakota AIN: 5056001

1450' FSL and 1160' FEL, Section 31, T-28-N, R-9-W San Juan Co., New Mexico

Note: All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.

- 1. Install and test location rig anchors if necessary. Prepare blow pit. Comply with all NMOCD, BLM, and Burlington safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. NU relief line and blow down well; kill with water as necessary. ND wellhead and NU BOP. Test BOP.
- 2. Plug #1 (Dakota Interval, 6470' 6370'): PU 4 joints tubing workstring and tag CIBP at 6470'. Load casing with water and circulate well clean. Establish rate into casing leak. If casing does not test, then spot or tag subsequent plugs as appropriate. Mix 12 sxs Class B cement and spot a balanced plug above the CIBP to isolate Dakota perforations and cover top. PUH to 5674'.
- 3. Plug #2 (Gallup top, 5674' 5574'): Mix 12 sxs Class B cement and spot a balanced plug inside casing to cover the Gallup top. PUH to 3744'.
- 4. Plug #3 (Mesaverde top, 3744' 3644'): Mix 20 sxs Class B cement, (increased cement due to casing leak), and spot a balanced plug inside casing to cover the Mesaverde top. PUH to 2205'.
- 5. Plug #4 (Pictured Cliffs and Fruitland tops, 2205' 1870'): Mix 29 sxs Class B cement and spot a balanced plug inside casing to cover PC and Fruitland tops. PUH to 1340'.
- 6. Plug #5 (Kirtland top, 1340' 1240'): Mix 12 sxs Class B cement and spot a balanced plug inside casing to cover Kirtland top. PUH to 1200' and reverse circulate well clean. TOH with tubing.
- 7. Plug #6 (Ojo Alamo top, 1225' 1125'): Perforate 3 HSC squeeze holes at 1248'. If casing tested, then establish rate into squeeze holes. Set a 4-1/2" CR at 1200'. Establish rate below CR into squeeze holes. Mix 51 sxs Class B cement, squeeze 39 sxs cement outside 4-1/2" casing and leave 12 sxs cement inside casing to cover through Ojo Alamo top. TOH and LD tubing.
- 8. Plug #7 (9-5/8" casing shoe, 279' Surface): Perforate 3 HSC squeeze holes at 279'. Establish circulation out bradenhead. Mix approximately 110 sxs Class B cement and pump down 4-1/2" casing from 279' to surface, circulate good cement out bradenhead. Shut in well and WOC.

 ND BOP and cut off wellhead below surface casing. Install P&A marker to comply with regulations. RD, MOL, cut off anchors, and restore location.

Recommended:

03/14/00

Approved:

Drilling Superintendent

Joe Michetti

Office - 326-9764 Pager - 564-7187

Hancock B #5E

Current

Asset: 5056001 Basin Dakota

SE, Section 31, T-28-N, R-9-W, San Juan County, NM

Latitude/Longitude: 36°36.9003'/107° 49.4669

9-5/8" 32.3#, H-40 Casing set @ 229' Cmt with 224 cf (Circulated to Surface) Today's Date: 2/25/00 Spud: 4/6/80 13-3/4" hole Completion: 8/4/80 Well History Elevation: 6094' GL 6104' KB Feb '98: Slick Line: Ran GR to 6600', FL at 5900'; could not pull tubing stop at 6600'. Nov '98: Bradenhead has 80# psi, did not blow down after 1 hr; casing pressure did not change. Dec '99: Planned Bradenhead Repair: Pull tubing; set CIBP at 6450'; ran CBL; found casing leaks from 4403' - 4434'; sqzd with 200 sxs; leak 3657' - 4093'; sqzd with 60 sxs; leak sqzd with 75 sxs; still leaks; ran 2nd CBL, land tubing. Ojo Alamo @ 1175' Kirtland @ 1290' TOC @ 1254' (12/23/99 CBL) 2-3/8" Tubing Set at 6354' (204 joints) Fruitland @ 1920' Pictured Cliffs @ 2155' DV Tool @ 2355' Cmt w/ 436 sxs (706 cf) TOC @ 3050' (12/23/99 CBL) Mesaverde @ 3694' Sqz casing leaks from 3361' to 4434' with total 335 sxs, DV Tool @ 5046' Cmt w/ 422 sxs (684 cf) TOC @ DV Tool (12/23/99 CBL) Gallup @ 5624' CIBP set at 6470' (1999) Dakota Perforations: 6509' - 6710' Dakota @ 6567' PBTD 6104' 4-1/2" 10.5#/&11.6#, K-55 Casing set @ 6808' Cemented with 247 sxs (378 cf) 7-7/8" hole

TD 6809'

Hancock B #5E

Proposed P&A Asset: 5056001

Basin Dakota

SE, Section 31, T-28-N, R-9-W, San Juan County, NM Latitude/Longitude: 36°36.9003'/107° 49.4669'

Today's Date: 2/25/00 Spud: 4/6/80 Completion: 8/4/80 Elevation: 6094' GL 6104' KB

13-3/4" hole

9-5/8" 32.3#, H-40 Casing set @ 229' Cmt with 224 cf (Circulated to Surface)

Perforate @ 279'

Plug #7 279' - Surface Cmt with 110 sxs Class

Cmt Retainer @ 1200'

Plug #6 1225' - 1125' Cmt with 51 sxs Class B 39 sxs outside casing and 12 sxs inside.

Perforate @ 1248'

TOC @ 1254' (12/23/99 CBL)

Plug #5 1340' - 1240' Cmt with 12 sxs Class B

Plug #4 2205' - 1870' Cmt with 29 sxs Class B

DV Tool @ 2355' Cmt w/ 436 sxs (706 cf)

TOC @ 3050' (12/23/99 CBL)

Sqz casing leaks from 3361' to 4434' with total 335 sxs,

Plug #3 3744' - 3644' Cmt with 20 sxs Class B

DV Tool @ 5046' Cmt w/ 422 sxs (684 cf) Plug #2 5674' - 5574' Cmt with 12 sxs Class B

TOC @ DV Tool (12/23/99 CBL)

Plug #1 6470' - 6370' Cmt with 12 sxs Class B

CIBP set at 6470' (1999)

Dakota Perforations: 6509' - 6710'

4-1/2" 10.5#/&11.6#, K-55 Casing set @ 6808' Cemented with 247 sxs (378 cf)

Ojo Alamo @ 1175'

Kirtland @ 1290'

Fruitland @ 1920'

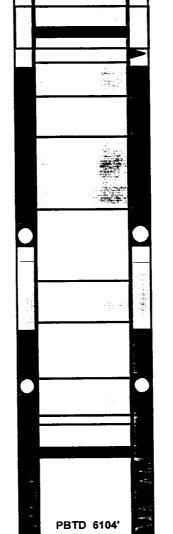
Pictured Cliffs @ 2155'

Mesaverde @ 3694'

Gallup @ 5624'

Dakota @ 6567'

7-7/8" hole



TD 6809'