Form 3160-5 (November 1983) (Formerly 9-331)	UNITED STATES DEPARTMENT OF THE INTERI	of the second se	Form approved Budget Bureau Expires Augus 5. LEASE DESIGNATION	No. 1004-0135	
SUN (Do not the th	NDRY NOTICES AND REPORTS (ON WELLS	NM-03486A		
1. OIL GAS WELL WELL	s form for proposals to drill or to deepen or plug to Use "APPLICATION FOR PERMIT—" for such portion of the such property of the such p	eck to a different reservois:	7. UNIT AGREEMENT N	(AMB	
2. NAME OF OPERATOR	Maridian Oil to-	THE PERSON NAMED AND ADDRESS OF THE PERSON NAMED AND ADDRESS O	8. FARM OR LEASE NA	/MS	
3. ADDRESS OF OPERATO	Meridian Oil Inc.		Lloyd A 9. WELL NO.		
4. LOCATION OF WELL (Post Office Box 4289, Far Report location clearly and in accordance with any	mington, NM 87499	1		
See also space 17 below.) At surface 990'N, 990'W			i i	10. FIELD AND POOL, OR WILDCAT Aztec Pic.Cliffs	
			11. SEC., T., R., M., OR	MLK. AND	
14. PERMIT NO.	15. ELEVATIONS (Show whether Dr.	N.M.P.M.	n 19 m		
	56	46'GL	San Juan	NM	
б.	Check Appropriate Box To Indicate N	ature of Notice, Report, or (Other Data		
	NOTICE OF INTENTION TO:	,	UBNT REPORT OF:		
TEST WATER SHUT-O FRACTURE TREAT SHOOT OR ACIDIZE SEPAIR WELL (Other)	PULL OR ALTER CASING MULTIPLE COMPLETE ABANDON* CHANGE PLANS	WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING (Other) (NOTE: Report result	ALTERING ALTERING ABANDONME of multiple completion section Report and Log fo	ASING ASING	
It is i formati	ntended to plugback the so on in the following manner	Oll Consult to the	e Fruitland (Coal	
TOOH w/ w/packe Cliffs	104 jts 1" tbg. Evaluate of and cased hole logs. Sow/25 sks. (30 cu.ft.), 100 he Fruitland Coal formation	casing integrity et 7" cmt. retain	0 1005		
If csg : follows	is damaged beyond repair,	it is intended to	o P&A the wel	ll as	
ppg mud.	nt. retainer and set @ 150 k (177 cu.ft., 100% excess . Perf 2 squeeze holes @ Class "B" cmt. Install o	8) Class "B" cmt. 800': Circ 520	Circulata be	30 11/0 0	
I kanaha and			APPROV		
SIGNED LIGHT	the foregoing is true and correct TITLE Rec	ulatory Affairs		05-23-89	
(This space for Federal APPROVED BY CONDITIONS OF APP	TITLE		JUN DI	989 200	

*See Instructions on Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any december.

FMAREA MANAGER FARMINGTON RESOURCE AREA

BUREAU OF LAND MANAGEMENT 1235 La Plata Highway Farmington, New Mexico 87401 Phone (505) 327-5344

Attachment to Notice of

Re: Permanent Abandonment

Intention to Abandon

Well: 1 Lloyd A

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal Leases."
- 2. Bill Blackers with the Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 327-5344.
- 3. Blowout prevention equipment is required.
- 4. The following modifications to your plugging program are to be made (when applicable):

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

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON RESOURCE AREA

- 1. Secure prior approval either on a Sundry Notice (Form 3160-5) or verbally from the Fluids Drilling & Production Section at this office before changing the approved plugging program.
- 2. Plugging equipment used shall have separate mixing and displacement pumps and a calibrated tank to assure proper displacement of plugs. The Operator is responsible for providing all measuring devices needed to assure proper measurement of materials being used.
- · 3. A proper tank or pit will be used to contain all fluids pumped from the well during plugging operations. Unattended pits are to be fenced.
 - 4. All cement plugs are to be placed through tubing (or drillpipe) and shall be a minimum of 100 feet in length with 50% excess inside casing or 100% excess when plug is set in open hole or squeezed into perforations. 15.6#/gal slurry weight is to be used when using class B neat cement or when CaCl₂ is used. Use the recommended slurry weight of other type cements when they are used (Class C, Pozzolan etc.).
 - 5. Any cement plugs placed when well is not full of fluid, or when well may be taking fluid, (i.e. across perfs-unless bridge plug or retainer is used, across bad csg., or fresh water formations) will be tagged (touched) after cement has set to verify proper location.
 - 5a. Testing The first plug below the surface plug shall generally be tested by either tagging the plug with the working pipe string, or pressuring to a minimum pump (surface) pressure of 1000 psig, with no more than a 10 percent drop during a 15-minute period (cased hole only). If the integrity of any other plug is questioned, it must be tested in the same manner. Also, any cement plug which is the only isolating medium for a fresh water interval or a zone containing a valuable mineral deposit should be tested by tagging with the drill string.
 - 6. Mud must be placed between plugs. Plugging mud is to be made up with a minimum of 15 lbs/bbl of sodium bentonite, and a nonfermenting polymer.

 Minimum consistency of plugging mud must be 9 lbs/gal and with a minimum viscosity of 50 sec/qt. Fresh water is to be utilized for mixing mud.
 - 7. Following the placement of a cement plug, the withdrawl rate for at least the length of the cement plug shall not exceed 30 ft/min, in order to minimize the contamination of the plug.

- 8. Within 30 days after plugging work is completed, file a Sundry Notice (Subsequent Report of Abandonment, Form 3160-5), in quintuplicate with Area Manager, Bureau of Land Management, 1235 La Plata Highway, Farmington, NM 87401. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. Show date well was plugged.
- 9. All permanently abandoned wells are to be marked with a regulation marker (4" pipe extending 4' above the ground line) containing the information as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10. After plugging work is completed the surface is to be rehabilitated in accord with instructions from the Fluids Surface Management Section of the Farmington Resource Area Office.

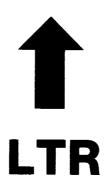
All above are minimum requirements. The period of liability under the bond of record will not be terminated until the lease is inspected and surface work approved.

Please advise this office when the well location is ready for final inspection.

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.







Job separation sheet

Submit to Appropriate District Office State Lease - 4 corner For Lease - 3 copies

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION P.O. Box 2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

Sama Fe, New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT All Distances must be from the outer boundaries of the section						
	Lloyd A	(NM-03486A)	Weil No. 1			
Towns 29N	Renge 11W	County NMPM	San Juan			
		feet from the	est !ine			
itland Coal	Basin		Dedicated Acresge: 320 Acres			
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	489x 60 VOV	on this practical supervision correct to belief. Data Surv. Nel & Signature Profession	Sand 8 5 7)			
	Township 29N North Formston ittland Coal to the subject west by colored cated to the west, outline each read to the west outline each No If answer is "yes and tract descriptions which is the west until all interests has been north and the subject west of the section of the sectio	Lioyd A Township 29N 11W North Ine and Pool Formation To the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject well by colored pencil or backure marks on the subject of consolidation and tract descriptions which have actually been consolidated (by colored pencil or backure, has been approved by the Division. Note: not resultaken from pla C. O. Walker 1-10-53 NOVO99086	Lease Lloyd A (NM-03486A) Township 29N Range 11W North South Seed from the Pool South Seed from the Seed from Seed from the Seed from			