

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

OCT 24 2013

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMSF 078899A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or N
RCVD OCT 30 '13
OIL CONS. DIV.
DIST. 3

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
Gracia Federal 181 #1

2. Name of Operator
Pro NM Energy, Inc.

9. API Well No.
30-045-32857

3a. Address
460 St. Michael's Dr., #300, Santa Fe, NM 87505

3b. Phone No. (include area code)
505.988.4171

10. Field and Pool, or Exploratory Area
Basin Fruitland Coal

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1495' fsl & 660' fel, Sec 18, T26N, R11W NMPM

11. County or Parish, State
San Juan County, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Pro NM Energy, Inc. is seeking approval to permanently plug and abandon the Gracia Federal 181 #1 well located in San Juan County, NM as follows:
Set CICR at 1114' & pump 72 sx (98.6 cf) of cement. Sting out of CICR, leaving 100' (10 sx - 13.7 cf) so top of cement is at 1014' (FTC top at 1086').
Pull up and spot surface plug from 130' to surface w/ 20 sx (27.5 cf) of cement. Lay down remaining tubing and fill up inside of casing to surface.
ND BOP and cut off well head & install P&A marker. Cut off rig anchors & remove surface equipment. Re-countour and re-claim location as per BLM specs.

Note: 8-5/8" surface casing circulated 7 bbls to surface on original cement job. 5-1/2" casing circulated 12 bbls of cement on original job
Plus the vertical 8/10's & 12's from 430 - 202'

Cement will be Class "C"/Type III cement (1.37 cf/sx mixed at 14.6 ppg) or a similar type of blend.

**Notify NMOCD 24 hrs
prior to beginning
operations**

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) John C. Thompson	Title Agent / Engineer
Signature 	Date October 23, 2013

THIS SPACE FOR FEDERAL OR STATE USE

Approved by Original Signed: Stephen Mason	Title	Date OCT 28 2013
	Office	

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
FARMINGTON DISTRICT OFFICE
6251 COLLEGE BLVD.
FARMINGTON, NEW MEXICO 87402

Attachment to notice of
Intention to Abandon:

Re: Permanent Abandonment
Well: 1 Gracia Federal 181

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. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.
3. The following modifications to your plugging program are to be made:
 - a) Place the Kirtland/Ojo Alamo plug from 430' - 202'.
 - b) Place the Surface plug from 182' to surface.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

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