

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

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

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other OGRID # 163458

2. Name of Operator

Synergy Operating, LLC (agent for Bois d' Arc Offshore, Ltd.)

3. Address and Telephone No.

PO Box 5513 (505) 325-5549
Farmington, NM 87499

4. Location of Well (Footage, Sec, T. R., M, or Survey Description)

Unit A, 250' FNL, 920' FEL, Sec 15, T20N - R05W

BH Location:

151' FNL, 736' FEL, Unit A, Section 15, T20NR05W, McKinley, NM

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

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☒ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☐ Other

- ☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well
Completion or recompletion Report and Log Form)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including, estimated date of starting work.
If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones of pertinent to this work.

SYNERGY IS IN RECEIPT OF THE BLM LETTER DATED 4-11-2006, RECEIVED 4-17-2006 REGARDING THE SUBJECT WELL.

SYNERGY OPERATING, LLC IS IN THE PROCESS OF CONTACTING PARTNERS TO SECURE THEIR APPROVAL TO
PLUG AND ABANDON THE SUBJECT WELL PER BLM AND NMOCD PROVISIONS.

THIS WELLBORE IS LISTED ON BOTH THE NMOCD AND BLM INACTIVE WELL LISTS AT THE PRESENT TIME.

SYNERGY REQUESTS A 60 DAY EXTENSION TO SECURE PARTNER APPROVAL AND SUBMIT THE PLUG AND ABANDONMENT
PROCEDURE.

THE WELL IS SCHEDULED FOR PERMANENT ABANDONMENT BEFORE YEAR END.

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

Signed:

Thomas E. Mullins

Title: Engineering Manager

Date: 5-18-2006

Telephone: (505) 325-3725

This space for federal or state office use

Approved by:

Conditions of approval if any

Title:

Date: MAY 19 2006

FARMINGTON FIELD OFFICE

NMOCD



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, suite A
Farmington, New Mexico 87401

IN REPLY REFER TO:

NMNM-99720 (WC)
3162.3-2 (21110)

April 11, 2006

4-17-2006

*Ken
Revised*

Mr. Glen Papp
Synergy Operating, LLC
PO Box 5513
Farmington, NM 87499

Dear Mr. Papp:

Our records indicate that you are the operator of the following well:

1) No. 1 Bois d'Arc Encino 15, 250' FNL & 920' FEL sec. 15, T. 20 N., R. 5 W., McKinley County, New Mexico, Lease NMNM-99720. Well has not produced since December, 2004.

Title 43 CFR Section 3162.3-4 requires that the lessee shall promptly plug and abandon, condition as a service well, or condition as a water well, any well on a lease that is not used or useful for the purpose of the lease. Accordingly, you are required to advise this office by Sundry Notice within 30 calendar days of your intent to perform one of the following: a) Condition the well to a useful function, b) Temporarily abandon the well, c) Continued shut-in status, d) Permanently plug and abandon the well.

See attached General Requirements for Non-Producing wells on Federal leases.

The 30 calendar days commences upon receipt of this letter or seven days from the date it is mailed, whichever is less. Failure to comply within the 30 calendar days may result in an assessment in accordance with 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-93000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 *et seq.*

If you have any questions, please contact Stephen Mason with this office at (505) 599-6364.

Sincerely,

Stephen Mason
Petroleum Engineer, Petroleum Management Team