submitted in lieu of Form 3160-5

RCVD JAN 24'08 OIL CONS. DIV.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

DIST. 3

		— Cultury Notices and Reports on Wens			
		REGEIVED	5.	Lease Number NM 0272	
. 7	Гуре of Well Oil	JAN 22 2008		If Indian, All. or Tribe Name Unit Agreement Name	
	Bureau of Land Management		7.		
. I	Name of Operator	Famingion Field Office	/.	Omit Agreement Name	
	Orphaned well c/o BHP Billitor	i, San Juan Coal Company			
	Address O Dharas Na as Ourse		8.	Well Name & Number	
. 1	Address & Phone No. of Opera	ator		Hall #1	
	P.O. Box 155, Fruitland, NM 8	9.	API Well No. 30-045-09217		
OC	ation of Well, Footage, Sec., T	10.	Field and Pool		
	1850' FNL & 865' FEL, Section		1956 Wildcat Well		
	7000 1 142 4 000 1 22, 00011011	20, 1 00 11, 11 10 11,	11.	County & State San Juan County, NM	
(Subsequent Report Final Abandonment Describe Proposed or Complet Operator proposes to re-er mined per the attached P&	iter this plugged well and then re-plug it	Injection	e coal zone being	
Sign	I hereby certify that the forego	Title <u>Sr. Mine Geologist</u>		Date1/17/08	

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly 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.

A-PLUS WELL SERVICE, INC.

P.O. BOX 1979 Farmington, New Mexico 87499 505-325-2627 * fax: 505-325-1211

WELL RE-ENTRY & ABANDONMENT PROCEDURE

January 17, 2008

Hall #1

1956 Wildcat Well- P&A 1957 1850' FNL and 865' FEL, Section 25, T-30-N, R-15-W San Juan Co., New Mexico API #30-045-09217

Page 1 of 2

Note:

The stabilizing wellbore fluid will be water or a low solids drilling mud with sufficient weight to balance all exposed formation pressures.

Cement used will be ASMT Type III Cement mixed at 14.8 ppg with a 1.32 cf/sx yield or Class G mixed at 15.8 ppg with a 1.15 cf/sx yield.

PROCEDURE:

- 1. This project will require a C-103 pit request filed with the NMOCD.
- 2. Test the atmosphere and write a Hot Work Permit. Dig a 3' to 4' cellar around the existing P&A marker and 8-5/8" casing stub. Cut off the existing 8-5/8" casing below the marker pipe cemented inside the 8-5/8" casing. Then weld an 8-5/8" extension and a new 8-5/8" casing collar up to the surface. Weld a 3" collar outlet on the 8-5/8" casing; install a full opening ball valve.
- 3. Prepare a lined earthen pit; 15' x 20' x 6' for cementing waste fluid. Set a water storage tank on location and fill from the mine's water pit. Set a mud pit and power swivel on location for drilling operations. Install and test rig anchors. Have a portable toilet on location.
- 4. Comply with all applicable MSHA, NMOCD, BLM, and BHP Billiton safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. Lay relief line to the pit. Install an 8" or 10" 3M BOP and companion flange on the 8-5/8" casing.
- 5. Rig up drilling equipment. Pick up a 7-7/8" bit and a 3-1/2" drill collar. Drill out the cement in the 8-5/8" casing. Continue to pick up a total of 4 3-1/2" drill collars and then use 2-3/8" tubing workstring or 2.875" drill pipe.
- Drill existing cement plugs and clean out to 917' (50' below the top of the Pictured Cliff at 867').
 Well records indicate the TD was 1012'. Once sufficient depth has been reached then TOH with BHA and log the well per instructions from the BHP representative.
- 7. After the well is logged, the actual depths of the inflatable bridge plug and cement plugs will be determined and the plug depths will be finalized.

- 8. Drill deeper if necessary or LD drill collars.
- 9. Plug #1 (From clean out TD to 880', to cover Pictured Cliffs top): TIH with open ended workstring and tag TD. Pump 20 bbls of water ahead of cement. Mix and spot approximately 20 cf of cement with or with out 18% salt in the open hole. PUH to 60' below the bottom of the main coal seam (estimated to be from 810' to 820') and reverse circulate the well clean. TOH and WOC. TIH and tag top of cement; dress off if necessary.
- 10. Plug #2 (Inflatable BP 50' below main Fruitland Coal zone to top of Fruitland): TIH and set an open hole inflatable bridge plug approximately 50' below the main coal seam. TOH and LD the setting tool. TIH with open ended workstring to top of inflatable BP. Pump 10 bbls of water ahead of plug. Mix approximately 140 cf cement with 18% salt (by weight of water) and spot a balanced plug inside the open hole to cover Fruitland coal zones and top. TOH with workstring and WOC. TIH and tag cement.
- 11. Plug #3 (Surface casing, 170 to Surface): PUH to 170'. Mix 70 cf of cement with or with out 18% salt to cover the surface casing shoe, circulate good cement out the bradenhead valve. TOH and LD workstring. Shut in well and WOC. Tag cement.
- 12. ND the BOP and wellhead. Cut off the 8-5/8" casing below ground level. Fill the casing as necessary with cement. Install the P&A marker. RD and MOL. Cut off anchors and clean up the location.

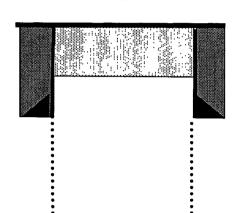
Hall No. 1 Well

Current

Plugged in 1957

1850'FNL & 865 'FEL, U nit H, Section 25, T-30-N, R-15-W San Juan County, NM / API #30-045- 09217

Today's Date: 1/14/08 Spud: 3/10/56 Completed: 3/2256 P&A: 10/1957 Elevation: 5454' GL



Plug – 20 sxs "in top" and for marker (1957) (would fill 68'of 8.625" casing)

8.625" Casing set @ 120' Cemented with 30 sxs

WELL HISTORY

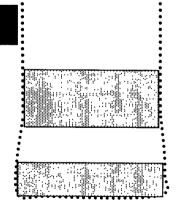
The well was dry and never produced.

The well was plugged October 1957.

Fruitland Coal #8 Seam 810' - 820'

Pictured Cliffs at 867'

7.875" open hole



Plug - 50 sxs from 860'to 86 7'(195 7)

Plug - 20 sxs set at "bottom" (1957)

TD 1012'

Hall No. 1 Well

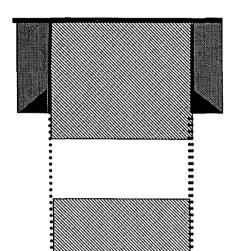
Proposed Plugged Well

Plugged in 1957

1850'FNL & 865 'FEL, U nit H, Section 25, T-30-N, R-15-W

San Juan County, NM / API #30-045- 09217

Today's Date: 1/17/08 Spud: 3/10/56 Completed: 3/2256 P&A: 10/1957 Elevation: 5454' GL



8.625" Casing set @ 120' Cemented with 30 sxs

Plug #3: 170'- Surface 70 cf of cement

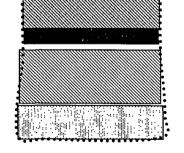
465-1

Plug #2: 870' (appx.) - \$00' 140 cf of cement with 18% salt

Fruitland Coal #8 Seam 810' - 820'

Pictured Cliffs at 867'

7.875" open hole



TD 1012'

Set Baker Inflatable BP 50' below Main coal seam (approximately 870')

Plug #1: 917' to 880' 20 cf of cement

Original Plug

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment	to	no	tice	of
Intention to	Ab	an	don	•

Re: Permanent Abandonment

Well: 1 Hall

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) 599-8907.
- 3. The following modifications to your plugging program are to be made:
- a) Bring the top of the Fruitland plug to 465'

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.