Feem 3160-5 (August 2007)

Approved By STEPHEN MASON

which would entitle the applicant to conduct operations thereon.

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

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Date 02/10/20/0

5. Lease Serial No.

SUNDRY Do not use the abandoned we		NMSF078904 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. GALLEGOS CANYON UNIT 76				
SUBMIT IN TR	7. If Unit or CA/As					
Type of Well Oil Well	8. Well Name and N GALLEGOS CA					
2. Name of Operator BP AMERICA PRODUCTION	Contact: I CO. E-Mail: hlavacl@b	CHERRY HLAVA	9. API Well No. 30-045-07277	9. API Well No. 30-045-07277-00-S3		
3a. Address HOUSTON, TX 77253		3b Phone No. (include area code Ph: 281-366-4081		10 Field and Pool, or Exploratory MultipleSee Attached		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description	1)	11. County or Parish, and State			
Sec 23 T28N R12W SESW 0 36.64308 N Lat, 108.08453 V			SAN JUAN C	OUNTY, NM		
12. CHECK APP	ROPRIATE BOX(ES) TO	O INDICATE NATURE OF N	NOTICE, REPORT, OR OTHE	ER DATA		
TYPE OF SUBMISSION	•	ТҮРЕ ОІ	FACTION			
Notice of Intent ■	Acidize Alter Casing	☐ Deepen ☐ Fracture Treat	☐ Production (Start/Resume) ☐ Reclamation	☐ Water Shut-Off ☐ Well Integrity		
☐ Subsequent Report	Casing Repair	☐ New Construction	☐ Recomplete	Other		
Final Abandonment Notice	Change Plans	□ Plug and Abandon	Temporarily Abandon	J		
_ Z	Convert to Injection	Plug Back	☐ Water Disposal			
13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involved testing has been completed. Final Aldetermined that the site is ready for for The above mentioned well has linactive well list. BP finds not BP request permission to P&A	ally or recomplete horizontally, rk will be performed or provide d operations. If the operation recondonment Notices shall be filefinal inspection.) s been unable to produce further potential for this we	give subsurface locations and measure the Bond No. on file with BLM/BIA sults in a multiple completion or receded only after all requirements, includes since Feb. 2009 and is on the bill.	red and true vertical depths of all per Required subsequent reports shall be in the per shall be in the per shall be in the per shall be reclamation, have been completed as Feb. 2010 e. RCVD FI	tinent markers and zoncs. the filed within 30 days 160-4 shall be filed once it, and the operator has EB 12'10		
			DIS	ST. 3		
14. I hereby certify that the foregoing is	Electronic Submission #8 For BP AMERICA	31234 verified by the BLM Well PRODUCTION CO., sent to the essing by STEVE MASON on 02	Farmington			
Name (Printed/Typed) CHERRY			ATORY ANALYST			
Signature (Electronic S	ubmission)	Date 02/09/20	10			
	THIS SPACE FO	R FEDERAL OR STATE (OFFICE USE			

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, 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.

TitlePETROLEUM ENGINEER

Office Farmington

Standard Site Preparations

- Notify the following Inspectors 48 hours before working on the well;
 Charlie Perrin 505-334-6178 ext. 11 or Kelly Roberts 505-334-6178 ext. 16 (NMOCD)
 Steve Mason 505-599-6364 (BLM)
- Perform pre-rig site inspection. Per Applicable documents, check for: (1) size of location, (2) gas taps, (3) other wells, (4) other operators, (5) production equipment, (6) wetlands, (7) wash (dikes requirements), (8) H2S, (9) barriers needed to protect equipment, (10) landowner issues, (11) location of pits (buried or lines in pits), (12) raptor nesting, (13) critical location, (14) check anchors, (15) ID wellhead, etc. Allow 48 hours for One Call if earth pit is required.
 - Check gas H2S content and treat if the concentration is > or equal to 10 ppm/Treat for H2S, if necessary per H2S Wells NOTICE.
- 3. Identify wellhead for proper flange connections and BOP equipment.
- 4. Work with GCU through CoW and w/P&S to develop a plan to move or temporarily relocate equipment that prohibits well servicing/plugging objectives.
- 5. Notify land owners with gas taps on well.
- 6. Perform and second site visit after lines are marked to ensure all lines locations are clearly marked and that Planning & Scheduling has stripped equipment and set surface barricades as needed.
- 7. Properly lock out/tag out any remaining production equipment. Ensure all necessary production equipment is isolated (LOTO) including, but not limited to the meter run, automation, and separator, etc.
- Check w/ WSL to ensure LOTO is in place.

Initial Well Checks & Preparations:

- Check gas H2S content and treat if the concentration is > or equal to 10 ppm/Treat for H2S, if necessary per H2S Wells NOTICE.
- 10. MIRU workover rig. Conduct proper JHA and fill out permits. Complete necessary paperwork and risks assessment.

- 11. Check and record tubing, casing and bradenhead pressures daily. **BLOWDOWN** BH pressure as required, especially if there is evidence of communication between the production casing and bradenhead or the well has a history of bradenhead pressure problems. Record pressure and notify engineer if BH pressure exceeds 50 psi or if there is any water or gas flow. Ensure production casing and bradenhead valves are double valved, if necessary. Follow guidelines as directed by DWOP 9.6.2. Double valve all casing strings. Check lock down pins on hanger.
- 12. Pressure test tree and hanger to 200 psi above SITP. Make up 3" flowback line, if necessary and blow down well. Kill with 2% KCL water or fresh water, as necessary. Check all casing strings to ensure no pressure exist on any annulus.

TOH w/ Pump& Rods

- 13. Hang off polish rod on stuffing box and remove horses head.
- 14. Pump tubing capacity with 2% KCl water to load tubing. Test stroke pump to 500 psi if tubing will load.
 Note: If tubing will not load or goes on vacuum after loading, then hole in tubing or pump shoe problem is indicated.
- 15. Install run- in Radigan and rod table.
- 16. Unseat pump. TOH Rods/Pump, inspect rods and pump for scale or wear. *Watch lower rods (near EOT) closely for signs of wear on guides and rods. Relocate salvageable rods to local yard.

Completion Removal, Cleanout Wellbore & Pressure Test Casing

This well will be permanently plugged and abandoned. It will be necessary to remove all of the production tubing string.

- 17. RU slickline and set mechanical barriers plugs/bpv in tubing and tubing hanger or install "G" packoff. Blowdown and kill tubing and casing strings. RD slickline.
- 18. Hold JHA and fill out permit for BOP critical lift. Test mechanical barriers on annulus side, if well head has raised neck hanger and bonnet test connection. ND wellhead and install TIW valve and lifting pump in hanger.

Note: Ensure that TIW valve w/square key for opening and closing is on the floor to stab into the tubing if well "kicks".

- 19. Reference "No Dual Barrier in Annulus During All Well Servicing" dispensation. NU BOPs and diversion spool with 3" outlets and 3" pipe to the blow tank.
 - 1. Pressure test BOPs to 250 psi on the low end and on the high range at 1500 psi.

- 2. Monitor flowing casing pressure with gauge (with casing flowing to blow tank), if available, throughout workover.
- 20. Install stripping rubber. Pull tubing hanger up to rubber and shut pipe rams. Bleed pressure above rams. Pull stripping rubber and hanger up to floor. Remove hanger and replace stripping rubber.
- 21. Open rams and TOOH w/ 2-3/8 production tubing currently set at 1301'. PBTD 1475' (upper most CIBP) Use approved "Under Balance Well Control Tripping Procedure". Visually inspect tubing while POOH. (It is acceptable to use the existing tubing as workstring, if it appears to have good integrity based on normal inspection procedures. WSL's discretion.)
- 22. TIH to top of perforations at 1260' w/ bit & scraper for 5-1/2" casing and scrape across of perforations. Move on down and scrape across top of perforations at 1260' down to 1275'. TOH w/ scraper and RIH with bailer for 5-1/2" casing. Clean out to 1475'. POH. Or it may be necessary to cleanout using Air Package to 1475'. (Refer to Vendor's Clean out Procedures).

Take necessary precautions to guard against the presence of H2S if treatment done

Note that the original PBTD for the well was at 1587'. In 1993, however the Pictured Cliffs productive zone was plugged off with a CIBP set at 1535'. The casing was then perfed, frac'd and recompleted in the Fruitland Coal productive zone (1512'-1528'). In 2001, the Fruitland Coal zone was isolated and temporarily plugged with a cement retainer set at 1475'. The casing was then again perfed, frac;d and recompleted in the Fruitland Sand productive zone (1260'-1275').

Drill Out Temporary Cement Retainer & Set Permanent CIBP at locations designated:

- 23. RIH with 2-3/8" work string and mill and drill out cement retainer set at 1475'. (Ensure that sufficient kill fluid is available if necessary to kill well). Slowly POOH when complete.
- 24. A CBL was run in 8/1993 which indicated the TOC to be located at ~1089' behind the 5-1/2" casing string. At this time, it is thought that a new CBL is not necessary to run based on information from the previous.
- 25. RIH w/ 5-1/2" CIBP on workstring and set at 1472' to isolate the FC productive zones. POOH. At this point the previous CBL indicates adequate cement behind the casing to a depth of 1089'. No cement squeeze behind the casing is required.
- 26. Load hole and circulate out any produced fluids. RIH w/ packer and Pressure test wellbore to 500 psi for 15 minutes. Monitor bradenhead for indications of communication while this is being done. Contact Engineer if any evidence of communication is found. Pull packer out of hole.

27. RIH w/ 5-1/2" CIBP on workstring and set at 1250' to isolate the FS productive zones. POOH. At this point the previous CBL indicates adequate cement behind the casing to a depth of 1089'. No cement squeeze behind the casing should be required.

Spot Plug Locations and Pump Cement to plug off Fruitland Sand Productive Interval

- 28. RIH with 2-3/8" open-ended workstring 1240'. Spot 325' or ~50 sacks (67 cu. Ft.) of G-Class cement on top of CIBP from 1250-925'. This will isolate the entire Fruitland Sand gas bearing productive intervals.
- 29. Load and circulate fluids through as necessary. PU slowly to 900' and WOC. POH.
- 30. RU wireline w/ perforating gun and RIH to 915' and perforate 5-1/2" casing. POOH with runs. RD wireline.

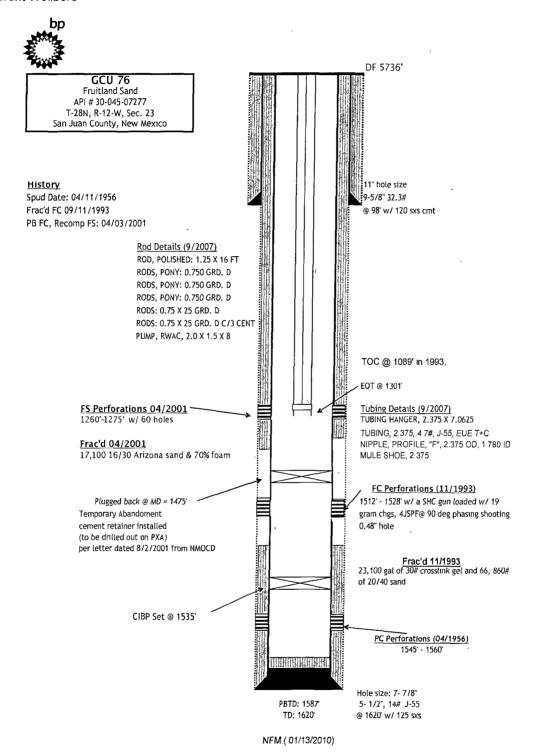
Set Cement Plug from Fruitland Sand Interval Behind 5-1/2" through Ojo Alamo to Surface.

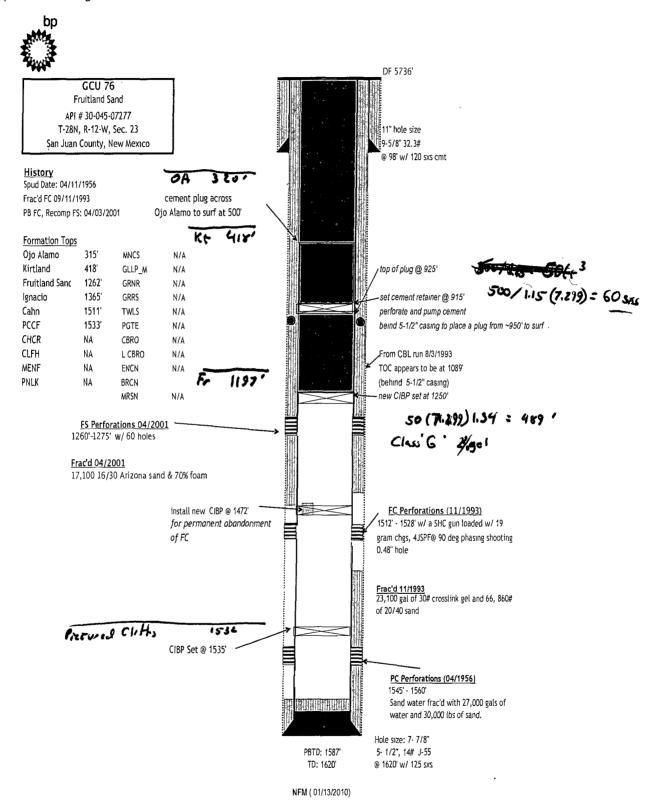
- 31. RIH w/ 2-3/8" workstring w/ 5-1/2" cement retainer and set at 900'.
- 32. Stab into retainer and squeeze ~184 sacks (247 cu ft) of Class G cement to cover from the Fruitland sand producing interval to surface in the annulus between the 5-1/2" casing and the 7-7/8" hole.
- 33. Unstab from retainer and spot 600' (62 cu ft) of Class G cement from top of retainer to surface. POOH w/ workstring and top off 5-1/2". This will fill the 5-1/2" casing from the Fruitland sand interval to surface.
- 34. If the cement cannot be seen on all annulus and casing strings after removing the wellhead, remedial cementing at the surface may be required.

Install 4' Marker, Rig down and Reseed Location

- 35. Install 4' well marker and identification plate per NMOCD requirements.
- 36. RD and release all equipment. Remove all Wells Team LOTO equipment.
- 37. Ensure all well work details and well bore equipment report are entered in DIMS. Print DIMS summary of work and wellbore diagram and put in well file. Notify Sherri Bradshaw and Cherry Hlava of completed P&A for final regulatory agency reporting and database clearing.
- 38. Submit work request to Planning and Scheduling to prepare location for reclamation and reseeding.

Current Wellbore





Cement Quantities

				,	Cement		
Interval	location	Plug size	Plug size	Cement	volume	Total #	
	٠	ft	* 50% xces	s bbls	cu ft.	Sacks	
PCCF_ FT Coal	5-1/2", 14#	325	487.5	11.895	66.785667	49.8	
Ojo Alamo	5-1/2", 14#	300	450 ·	10.98	61.648308	46.0	
Annulus	7-7/8"& 5-1/2"	950	1425	43.97	246.891948	184.2	

DIMS Wellbore Diagram

San Juan - San Juan South San Juan - San Juan Source

Country: United States Country: SAN JUAN Event: WORKER

Region: NORTH AMERICA State: NEW MEXICO - Event Start: \$226/2007 Orig KB Bev: 0.00 ft Wellbore: ΘН W/0/R1/00/FR Top TMD: District: FARMINGTON Event End: 10/2/2007 Bull Unit: NAG SPU Bottom TMD: 0.0 ft KB to GL: 00 ft Perfuelt SAN JUAN Asset: SAN JUAN SOUTH Objective: ODMVERSION TO BP Spud: 4717/1956 Mud Line Bey: 0.00 ft

NUTZ, WEST-PICTURED CLIFFS-GAS Contractor: | NEY EHERGY SERVICES Tubing/CT/SS Components Min ID Perfinterval / SPF / Phasing Top 1 - R OD , POLISHED: 1.25 X 16 FT 1 - TUBING HANGER, 2,375 X 7,0625 1.995 in 10.0 ft | 41 - TUBING, 2,375, 4 7#, J-55, BUE T+C 11 D ft 1.995 in 1 - RODS, PONY 0.750 GRD. D 16.0 ft 1 - R OD S. PONY: 0.750 G RD. D 20 0 ft 1 - RODS, PONY: 0.750 GRD. D 26.0 ft 40 - R ODS: 0.75 X 25 G RD, D 34 0 ft 10 - RIODS: 9 75 X 25 GRD ID C/3 CENT 1,034.0 ft 1 - PUMP, RWAC, 2.0 X 1.5 X 8 1,284.0 ft 1 - NIPPLE, PROFILE, 'F", 2 375 OD, 1 780 ID 1.780 in 1,286 2 ft 1 - MULE SHOE, 2.375 1 995 in 1,287.2 ft

DIMS Strings/Assemblies Details:

Strings/Assemblies in the Hole or 10/2/2007

GCU 76

Event:

WORKOVER

Wellbore: OH

Event Dates: 9/28/2007 to 10/2/2007

TÜBING İnstall Däte 10/2/2007		Top.	10.00 ft	,72° 14° 17° 18° 18° 18° 18° 18° 18° 18° 18° 18° 18	Status: Pull Date	INSTALLE			
Component Details	Size	Jts	Length	Weight	Grade	Threads	Min ID	Cond.	Comments
TUBING HANGER, 2 375 X 7.0626 TUBING, 2 375, 4.7#, J-55, EUE T NIPPLE, PROFILE, "F", 2 375 OD, MULE SHOE, 2.375	7.027 in 2.375 in 2.375 in 2.375 in 2.375 in	1 41 1	1.00 ft 1,275.23 ft 0 93 ft 14.26 ft	0.00 lb/ft 4.70 lb/ft 0.00 lb/ft 0.00 lb/ft	J-55 J-55	EUE 8RD EUE T+C EUE 8RD EUE 8RD	1 995 in 1 780 in	S Y N U	
SUCKER RODS	a man all a m	Top: Botto		1964	7 m. 1	ÎNSTALLE Çeteb on>	20,50		
Component Details	Size	Jts	Length	Weight	Grade	Threads	Min ID	Cond.	Comments
ROD, POLISHED: 1,25 X 16 FT RODS, PONY: 0 750 GRD. D RODS, PONY: 0 750 GRD. D RODS, PONY: 0 750 GRD. D	1.250 in 0.750 in 0.750 in 0.750 in 0.750 in	1 1 1 40	16.00 ft 4.00 ft 6.00 ft 8.00 ft 1.000 00 ft	0.00 lb/ft 17.41 00 0 17.41 00.0 17.41 00.0 17.41 00 0	0000		0 000 in 0 000 in 0 000 in 0 000 in	2222	PLAIN RODS

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

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: 76 Gallegos Canyon Unit

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) Place a cement 50' cement plug on top of retainer @ 1250'.
- b) Place the Kirtland/Ojo Alamo/Surface plug from 468' 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.