Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

5. Lease Designation and Serial No.

SF-080566 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Lise "APPLICATION FOR PERMIT - " for such proposals Author CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well | χ | Gas 8. Well Name and No. **7A** Ruddock 2. Name of Operator ENERGEN RESOURCES CORPORATION 9. API Well No. 3. Address and Telephone No. 30-039-22873 2198 Bloomfield Highway, Farmington, NM 87401 10. Field and Pool, or exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Blanco Mesaverde 1990' FNL, 1100' FEL, Sec. 3, T25N, R3W, N.M.P.M. 11. County or Parish, State Rio Arriba NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing 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 any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* It is intended to plug and abandon the subject well according to the attached procedure and wellbore diagram.

14. I hereby certify that the foregoing is true and correct
Signed Lands and Mineral Resources

Approved by Approved, if any:

Swfore Resources

Conditions of approval, if any:

Swfore Restoration Costs in attached letter.

Title 18 U.S.C. Section 1001, makes 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.



PLUG & ABANDONMENT PROCEDURE

3-17-99

Ruddock #7A

Blanco Mesaverde 1990' FNL and 1100' FEL, Section 3, T-25-N, R-03-W Rio Arriba Co., New Mexico

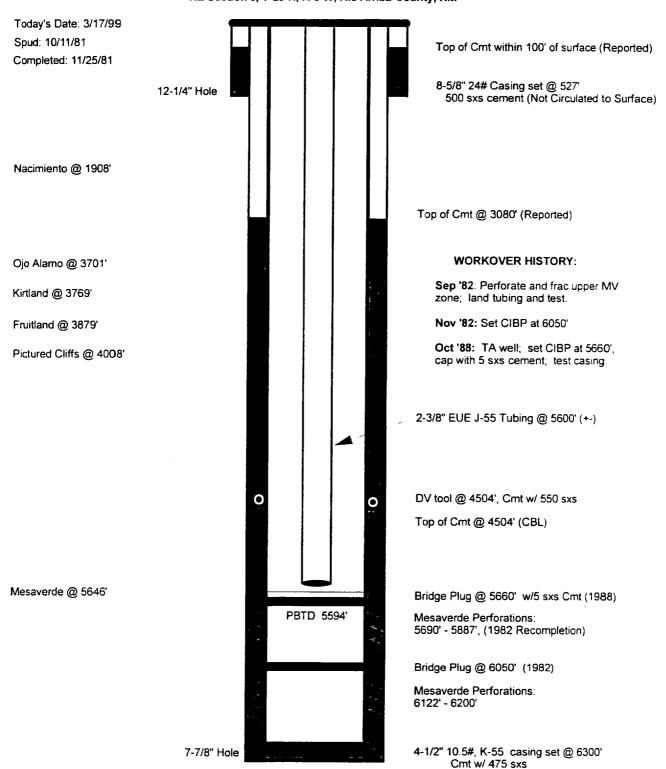
Note: All cement volumes use 100% excess outside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.

- Install and/or test rig anchors. Prepare blow pit. Comply to all NMOCD, BLM and Energen safety rules and regulations. MOL and RUSU. Blow well down; kill with water if necessary. ND wellhead and NU BOP and stripping head; test BOP.
- 2. POH and tally 2-3/8" tubing (5600' +-); visually inspect. If necessary LD and PU workstring.
- 3. Plug #1 (Mesaverde top, 5660' 5560'): TIH with open ended tubing and establish circulation to surface (Note: casing has corrosion inhibited fluid present, leave in casing). Pressure test casing to 500#. Mix 12 sxs Class B cement and spot a balanced plug above the CIBP at 5660'. PUH to 4058'.
- 4. Plug #2 (Pictured Cliffs, Fruitland, Kirtland and Ojo Alamo tops, 4058' 3651'): Mix 35 sxs Class B cement and spot balanced plug inside casing. TOH with tubing.
- 5. Plug #3 (Nacimiento top, 1958' 1858'): Perforate 3 HSC squeeze holes at 1958'. Establish rate into squeeze holes if casing tested. Set 4-1/2" cement retainer at 1908'. Establish rate into Nacimiento squeeze holes. Mix 51 sxs Class B cement and squeeze 39 sxs cement outside 5-1/2" casing and leave 12 sxs cement inside casing to cover Nacimiento top. TOH and LD setting tool.
- 6. Plug #4 (8-5/8" Casing Shoe at 527'): Perforate 3 HSC squeeze holes at 577'. Establish circulation out bradenhead valve. Mix approximately 165 sxs Class B cement and pump down 4-1/2" casing from 527' to surface, circulate cement out bradenhead valve. Shut in well and WOC.
- 7. **Plug #5 (Surface Annulus):** Mix and pump approximately 25 sxs Class B cement into the 8-5/8" x 12-1/4" open hole annulus, fill to surface as needed. ND BOP and cut off casing below surface. Install P&A marker with cement to comply with regulations. RD, move off location, cut off anchors and restore location.

Ruddock #7A

Current

Blanco Mesaverde NE Section 3, T-25-N, R-3-W, Rio Arriba County, NM

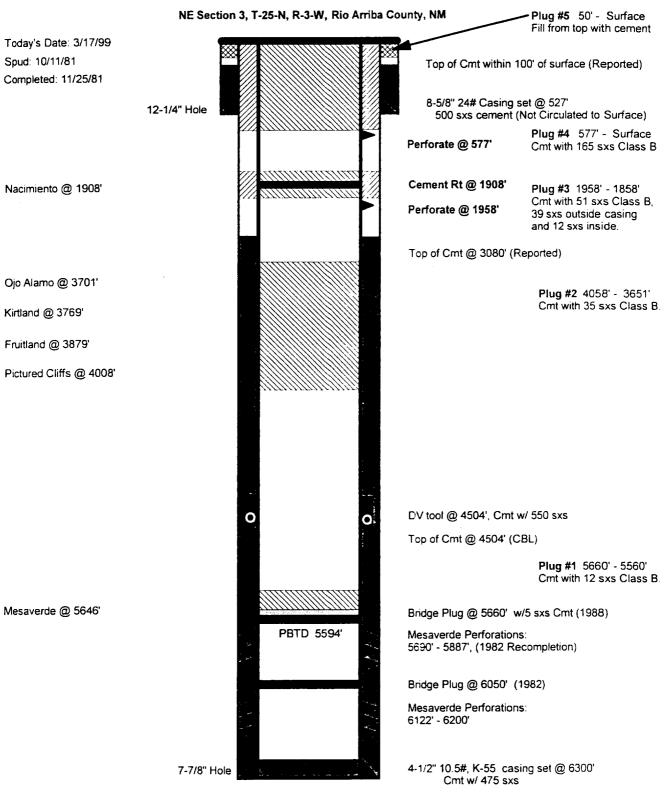


TD 6300'

Ruddock #7A

Proposed P & A

Blanco Mesaverde



TD 6300'

CONDITIONS OF APPROVAL FOR PERMANENT ABANDONMENT

Operator Energen Resources Well Name Ruddock #7A

- 1. Plugging operations authorized are subject to the "General Requirements for Permanent Abandonment of Wells on Federal Leases."
- 2. For wells on Federal leases, Al Yepa with the Cuba Field Office is to be notified at least 24 hours (48 hours if possible) before the plugging operations commence. His phone number is (505) 289-3748. Office hours are 7:45 a.m. to 4:30 p.m.

For wells on Jicarilla leases notify Erwin Elote with the Jicarilla Apache Tribe at least 24 hours (48 hours if possible) before the plugging operations commence. His phone number is (505) 759-3242.

- 3. Blowout prevention equipment is required.
- 4. The following modifications to your plugging program are to be made:

Plug #2 - Drill logs from adjacent wells show top of the Ojo Alamo at about 3450' Plug #2 needs to be increased to cover from 4058' to 3400'.

Plug #3 - Drill logs show that the top of the Nacimiento is about 1870'. Plug #3 needs to be moved to covered 1920' to 1820'.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Albuquerque Field Office 435 Montaño Rd. N.E. Albuquerque, New Mexico 87107- 4935 www.nm.blm.gov



in reply refer to: NMSF 080566 Ruddick 7A 3162.3-4 (010)

__- 2 8 PS9

Energen Resources Corporation Attention: Mr. Don Graham 2198 Bloomfield Highway Farmington, NM 87401

Dear Mr. Graham:

The following conditions of approval must be complied with (as applicable) before the Ruddick 7A located 1990' FNL & 1100' FEL, Section 3, T. 25 N., R. 3 W., can be approved for final abandonment.

- 1. All fences, production equipment, purchaser's equipment, concrete slabs, deadman (anchors), flowlines, risers, debris and trash must be removed from the location.
- 2. Any oily soil or fluids must be properly disposed of in an approved disposal area.
- 3. Pits must be filled in and the edges of the pads shaped to conform to the natural terrain.
- 4. Pads must be leveled, dressed up by a maintainer, ripped and disked.
- 5. Access roads must be leveled, waterbarred, disked and blocked off with earthen berms at the junction with the main road and at the entrance to the well pad. Waterbars should be spaced as shown below. Contact the surface owner for access road closure.

% Slope	Spacing Interval
Less than 2%	200'
2 to 5%	150'
6 to 9%	100'
10 to 15%	50'
Greater than 15%	30'

6. All disturbed areas will be seeded with the prescribed seed mix (reseeding may be required). Contact the surface owner for the prescribed seed mix.

After one growing season, notify us by Sundry Notice of Final Abandonment. We should be provided with a letter from the fee owner stating that the surface restoration is satisfactory. If you have any questions, please contact me at (505) 761-8786.

Sincerely,

Patricia M. Hester

Surface Protection/Geologist

Patricia MHester