Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM API'M	PD -
Budget Bureau No.	PPH-0135
Expires: Marc'	1, 1993
Lease Designation ar	orial No.

BUREAU OF LAND MANAGEMENT NM - 013642 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Do not use this form for proposals to drill or to deepen or reentry to a different reservolg. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agree at Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well Well Name and No. 30-045-28011 b'ARD Ner 2. Name of Operate 9. API Well No. PLORATION 3. Address and Telephone No Field and Pool, or FRUITIANC 4. Location of Well (Footage, Sec., T., R., M., or Survey Descripti K **Sec.** 25 - T32N-9W FSL + 1670' FWL San Juan. NI CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment New Construction Recompletion Non-Routine Fracti Plugging Back Water Shut-Off Casing Repair Conversion to Inject Altering Casing Dispose Water Other npletion on Well (Note: Report results of multip and Log form.) Completion or Recompletion ! ent details, and give pertinent dates, including estimated date of starting any proposed work. If we' is tionally drilled, 13. Describe Proposed or Completed Operations (Clearly state all pertin give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Production on this is not what we think the potential for this well could be. In 1995, when we worked over this well the water volumes were still high. We believe that the high volumes of water during workover caused the formation to swell. We also believe that the liner is partially plugged off with coal fines behind liner. Now that the water volumes have decrease substantially, we feel that a workover at this time will enhance our production greatly.

Existing liner hanger is set @ 3163' KB and bottom is presently set @ 3606' KB. 7" 23# casing is set @ 3223' KB with a TD of 3610' KB. We plan on cleaning out well with air to TD and installing liner to TD. Liner will be a 5 1/2", 17#, K-55, LT&C pre-perforated, tapped, and plugged. To clean out with air we will need to construct a water reserve pit 50' x 50' x10' deep and a blow pit (unlined so as to flare gas) which will drain into the water reserve pit. We will install a minimum of 8 mil plastic liner in reserve pit only if BLM suggests that it would be appropriate. Only produced water with soap and coal fines will be discharged into pit. Reserve pit will be totally fenced to contain all produced fluids until closure of pits. After clean out is complete and all fluids removed, we will cover all coal fines in pits with top soils and reclaim area to original contours and then reseed to BLM specs. All proposed construction will be on existing disturbed well pad. Proposed work is planned to begin in July 1997 and after Sundry Notice approval.

Signed	Title Operations Manager	Date 3-21 97
(This space for Federal or State office use) /S/ Duchts W. Spencer Approved by Conditions of approval, if any:	Title	Date <u>APR 1 1997 </u>

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 on feaudulent statements or representations as to any matter within its jurisdiction.