

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

JAN 23 2008 OCD-ARTESIA 5 Lease Serial No NMNM-96219

FORM APPROVED OMB No 1004-0135

SUNDRY NOTICES AND REPORTS ON WELLS

Expires January 31, 2004

Do not use this form for proposals to time or re ent	er arr	1414114141 002 10
abandoned well. Use Form 3160-3 (APD) for such pro	posals.	6 If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE - Other instructions	s on reverse side	7 If Unit or CA/Agreement, Name and/or No.
1 Type of Well Gas Well Other		8 Well Name and No
2 Name of Operator		Millennium 34 Fed Com #1
Yates Drilling Company		9 API Well No
	No (include area code)	30-015-31833
105 S. 4th Str., Artesia, NM 88210	505-748-8463	10 Field and Pool, or Exploratory Area
4 Location of Well (Footage, Sec ,T.,R ,M , OR Survey Description)		Loco Hills, Bone Springs
		11 County or Parish, State
990' FSL & 990' FWL Section 34-17S-29E		Eddy, NM
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION TYPE OF ACTION		
Acidize	Deepen Production (S	start/Resume) Water Shut-Off
X Notice of Intent Alter Casing	Fracture Treat Reclamation	Well Integrity
Casing Repair	New Construction Recomplete	Other
Subsequent Report Change Plans X	Plug and Abandon Temporanly A	Abandon
Final Abandonment Notice Convert to Injection	Plug Back Water Dispos	
• •		JAN 2 0 2008 JAMES A. AMOS SUPERVISOR-EPS E ATTACHED FOR NDITIONS OF APPROVAL
14 I hereby certify that the foregoing is true and correct		
Name <i>(Printed/Typed)</i> Karen J. Leishman	Tale Operations Teek	
Nateri J. Leistillian	тıtle Operations Tech.	
Signature Karen J. Klushman	Date 1/14/2008	
/ THIS SPACE FOR FEE	ERAL OR STATE OFFICE USE	,
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not wa certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.		

Title 18 U S C Section 1001 and Title 43 U S C Section 1212, make it a crime for any person knowingly and willbully 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

P&A Sundry Attachment 1/14/2008 Millennium "34" Federal Com #1 Section 34-17S-29E Eddy County, NM 30-015-31833

- 1. Move in and rig up plugging unit
- 2. POH with rods and pump
- 3. ND wellhead and NU 3,000# BOP.
- 4. POH with tubing and LD BHA.
- 5. RU wireline and RIH with CIBP, set at 6,900'. POH and PU dump bailer. Dump 35' cement on top of CIBP. PBTD 6,865'.
- 6. POH with wireline and RIH with tubing and tag cement. Mix and circulate 10# mud to surface.
- 7. POH with tubing and RIH with wireline and free point. Cut 5 $\frac{1}{2}$ " casing (6,100' +/-).
- 8. POH with 5 ½" casing, laying down.
- 9. RIH with tubing and spot at 6,150'. Mix and circulate 10# mud. Spot cement plug 5,990' 6,150' in casing stub.
- 10. POH to 3,824' and spot cement plug from 3,684' 3,824'. WOC and tag plug.
- 11. POH and spot cement plug in intermediate casing shoe $2,830^{\circ} 2,950^{\circ}$. WOC and tag plug.
- 12. Spot cement plug from 583' 683'.
- 13. Spot cement plug across the surface casing shoe 310' 470'.
- 14. POH and pump cement plug from 100' to surface.
- 15. Erect dry hole marker and cut off anchors.
- 16. Remove equipment and clean location.
- 17. Reclaim location.

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 505-627-0272

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

- 1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.
 - 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 505-627-0272, Eddy County call 505-234-5972; for wells in Lea County call 505-393-3612.
 - 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
 - 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.
 - 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C", for up to 7,500 feet of depth, mixed at 14.8 lbs./gal. with 6.3 gallons of fresh water per sack or class "H", for deeper than 7,500 feet plugs, mixed at 16.4 lbs./gal. with 4.3 gallons of fresh water per sack.

- 6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer, such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. Show date well was plugged.
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration conditions of approval will be developed and furnished to you.