Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0135 Expires Jnovember 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

MAR 05 2012

Lease Serial No. SF 078521

Do not use this abandoned well.	s form for proposals t Use Form 3160-3 (APE	o drill or reenter ana)) for such proposaျန _{ုင်}	rmington Field au of Land Man	Studf Indian, A agemen.	llottee or Tribe Name
SUBMIT IN TRIPLICATE – Other instructions on reverse side				7 If Unit or CA/Agreement, Name and/or No	
Type of Well Oil Well Gas Well	Other			8. Well Name	
2 Name of Operator Thompson Engineering & Proc	luction Corn			Rudman Fe	·
Thompson Engineering & Production Corp. 3a Address 3b. Phone No. (include area code)			area code)	30-045-13020	
7415 E Main St., Farmington, NM 87402		505-327-4892		10. Field and Pool, or Exploratory Area	
4 Location of Well (Footage, Sec., T.,	R., M, or Survey Description)			White Wasl	h Gallup
1 190 ' FNL & 790' FWL, Section 27, T25N, R9W			11 County or Parish, State		
			San Juan County, NM		
12. CHECK AP	PROPRIATE BOX(ES) TO	INDICATE NATURE OF	F NOTICE, REPO	RT, OR OTHE	ER DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair Change Plans	Deepen Fracture Treat New Construction Plug and Abandon	Production (Reclamation Recomplete Temporarily		Water Shut-Off Well Integrity Other
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dispo	sal	

Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof lif the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days Following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Thompson Engineering plans to plug and abandon the Rudman Federal #1 according to the attached procedure.

* Place mancos plug inside l'outside from 4400-4500

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RCVD MAR 8'12

OIL CONS. DIV.

DIST. 3

14 I hereby certify that the foregoing is true and correct				
Name (Printed/Typed) Paul C. Thompson, P.E.	Title	Title President		
Signature Paul C. Thomps -	Date February 21, 2012			
THIS SPAC	E FOR FEDERAL OR STATE	USE		
Approved by Original Signed: Stephen Masor	Title	Date NAR 0 5 2012		
Conditions of approval, if any, are attached. Approval of this notice does neerify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon.	not warrant or Office			
Title 18 U.S.C. Section 1001, make it a crime for any person kno	owingly and willfully to make to	o any department or agency of the United State		

Walsh Engineering and Production

P & A Procedure for Thompson Engineering and Production Corp. Rudman Federal #1

Location: 1190 FNL & 790 FWL Sec 27 T25N R9W Date: February 20, 2012

San Juan County, CO

API 30-045-13020

Field: White Wash Gallup Elev: GL 6570' 12' KB

Surface: BLM 5-1/2", 15.5 & 17.0# @ 6525' Minerals: BLM SF 078521 Gallup perfs: 5282' - 5502'

Procedure:

1. MOL and RU completion rig. Hold safety meeting and explain the procedure to the crew.

- 2. Remove the horse head. Pull the polished rod, four 4' and one 2' pony rods and two full rods. Re-install the polished rod. Pump 50 bbls of hot water down the tubing. TOH and lay down the remaining rods (223) and a 2" \times 1-14/" \times 12' RHAC pump.
- 3. Nipple down the wellhead and nipple up a BOP. Drop a standing valve and pressure test the tubing to 1,000 psi. Retrieve the SV. Tally out with 180 jts of tubing, SN, perf sub, and cut-off tail joint.
- 4. Pick up a 5-1/2" casing scrapper on a 2-3/8" workstring. TIH to at least 5250'. TOH and lay down the scrapper.
- 5. Set a CICR at 5232' KB (50' above the top perf) on tubing. Pressure test the tubing to 1,500 psi. Pull out of the CICR and load the casing with fresh water. Sting into the retainer and establish an injection rate with water. Plug #1 Pump 42 sx (50 cu.ft.) of neat cement below the CICR. Cement volume calculated to fill the casing from 5502' to 5232' with 100' excess. Sting out of the retainer and leave 50' of cement, 6 sx (6.7 cu.ft.) of neat cement on top of the CICR. TOH.
- 6. Perforate 2 squeeze holes 50' below the Point Lookout top at 4230' KB.
- 7. Pick up a 5-1/2" cement retainer on 2-3/8" tubing and set it at 4,130' KB (100' above the squeeze holes). Establish an injection rate with water.
- 8. Pump Plug #2 100' inside and outside the 5-1/2'' casing with a 100' excess). Pump 41 sx (48.4 cu.ft.) of Cl "B" or equivalent neat cement below the retainer. Sting out of the retainer and leave 50' of cement, 6 sx (6.7 cu.ft.) of neat cement on top of the CICR. POH to 3,500' and circulate the tubing with clean water. TOH.

- 9. Perforate 2 squeeze holes 50' below the Cliff House top at 2655' KB.
- 10. Pick up a 5-1/2" cement retainer on 2-3/8" tubing and set it at 2555' KB (100' above the squeeze holes). Establish an injection rate with water.
- 11. Pump Plug #3 100' inside and outside the 5-1/2" casing with a 100' excess). Pump 41 sx (48.4 cu.ft.) of Cl "B" or equivalent neat cement below the retainer. Sting out of the retainer and leave 50' of cement, 6 sx (6.7 cu.ft.) of neat cement on top of the CICR. POH to 2000' and circulate the hole with clean water. TOH and remove the cement retainer stinger.
- 12. TIH open ended to 1847'. Plug #4. Spot a balanced plug from 1747' to 1847' (50' +/- the Pictured Cliffs top) with 100' excess. Use 23 sx (27.1 cu.ft.) of Cl "B" or equivalent neat cement.
- 13. POH to 1225'. Plug #5. Spot a balanced plug from 1125' to 1225' (50' +/the Fruitland top) with 100' excess. Use 23 sx (27.1 cu.ft.) of Cl "B" or
 equivalent neat cement. TOH.

 Kirclad / On Alam plug 1225 9#
- 14. Perforate 2 squeeze holes at 279' (50' below the surface casing shoe).
- 15. Establish circulation down the 5-1/2" casing and out the bradenhead with water. Plug #6 Pump enough neat cement with 2% CaCl₂ to circulate good cement to the surface (approximately 75 sx (88.5 cu.ft.). Leave the casing full. Nipple down the BOP and tubinghead. Cut off the wellhead 2' below ground level. Top off the hole with cement as necessary.
- 16. Install a dryhole marker and remove the rig anchors. Reclaim location.

Paul C. Thompson, P.E.

Paul C. Thomps -

Thompson Engineering & Production Wellbore Schematic

Rudman Federal No. 1

P#A Current Wellbore Configuration

Location: 1190' fnl & 790'fwl (sw/nw)

Sec 27, T25N, R9W, NMPM

Elevation: 6570' GL

6582' RKB

San Juan Co, New Mexico Field: Gallup Revised: February 24, 2012 Prepared by: John Thompson 8-5/8" Casing @ 229' KB Plug #6: 65 sx (to surface) cemented w/ 100 sx (circulated cement to surface) Squeeze holes - 279' Kirtland - Surface TOC - 625' KB (Calc) Fruitland - 1175' Plug #5: 23 sx (1125' - 1225') FT Squeeze holes f' 1683' - 1745' cmt w/ 235 sx (277 cft - Aug 05) Pictured Cliffs - 1797' Lewis - 1888' Plug #4: 23 sx (1747' - 1847') PC Cretaceous CICR - 2555' Plug #3: 41 sx & 6sx TOC at2505 CH Cliff house - 2605' Squeeze holes - 2655' Menefee - 2945' Plug #2: 41 sx & 6sx TOC at 4088' ?-Pt. Lookout - 4180' Squeeze holes - 4230' Mancos - 4450' TOC - 4884' KB (Calc) Gallup - 5260' Plug #1: 42 sx & 6⊕ sx TOC at 5182' GAL CICR - 5232' Mid. Mancos -5545' Sanostee - 5800' Gallup Perfs: 5282' - 5502' TAG FILL/CEMENT @ 5826 8/12/05 Greenhorn - 6150' Graneros - 6210' Dakota - 6300' Dakota Perfs: 6302' - 6510' Bit Size 7-7/8"

> PBTD @ 6525' KB TD @ 6527' KB

5-1/2", 15.5/17#, Production Csg @ 6527' KB

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: 1 Rudman Federal

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 the Fruitland plug from 1557' 1457'.
- b) Place the Kirtland/Ojo Alamo plug from 1225' 911'.

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.