Form 3160-5 (August 2007)

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| | l | NMNM-034 |
|--------------------------|------------------------------------|-----------------------|
| | Lease Serial No. | |
| REAU OF LAND MANAGEMENT | | Expires: July 31, 201 |
| PARTMENT OF THE INTERIOR | | OMB No. 1004-013 |
| UNITED STATES | | FORM APPROVED |

| | | 5. Lease Serial No. | 5. Lease Serial No. NMNM-03416 | | | | |
|---|--|----------------------------|--------------------------------------|---------------------------------------|-------------------------|----------------|--|
| SUNDRY NOTICES AND REPORTS ON WELLS | | | 6. If Indian, Allottee or Tribe Name | | | | |
| Do not us | e this form for proposals | to drill or to | re-enter an | | | | |
| | well. Use Form 3160-3 (A | | | | | | |
| | JBMIT IN TRIPLICATE - Other ins | | | 7. If Unit of CA/Agreement, | | | |
| 1. Type of Well Oil Well | X Gas Well Other | APR 1 | 7 2012 | 8. Well Name and No | San Juan 30-6 Unit | | |
| | | | FINING Office | San Ju | San Juan 30-6 Unit 403S | | |
| 2 Name of Operator Burling | ງton Resources Oil & Gasັງ | rammiyເບັ ໄປ-ໄກ້ເສີຍຕອນ | 3d Manageme | 9. API Well No. | -039-2 | 27763 | |
| 3a. Address | | 3b Phone No. (i | nclude area code) | 10 Field and Pool or Exploratory Area | | | |
| PO Box 4289, Farmingt | on, NM 87499 | (505) | 326-9700 | Basi | Basin Fruitland Coal | | |
| 4. Location of Well (Footage, Sec., T., F | | 0 · 0 ·- | TOON DOW | 11 Country or Parish, State | | New Meyico | |
| Unit O (| SWSE), 165' FSL & 1470' I | FEL, Sec. 9, | I JUN, KOW | Rio Arriba | , | New Mexico | |
| 12. CHECK | THE APPROPRIATE BOX(ES) | TO INDICATE | NATURE OF N | OTICE, REPORT OR OT | HER [| DATA | |
| TYPE OF SUBMISSION | | | TYPE OF A | CTION | | | |
| X Notice of Intent | Acidize | Deepen | | Production (Start/Resume) | | Water Shut-Off | |
| | Alter Casing | Fracture Tre | at | Reclamation | | Well Integrity | |
| Subsequent Report | Casing Repair | New Constr | <u> </u> | Recomplete | L | Other | |
| | Change Plans | X Plug and Ab | andon | Temporarily Abandon | | | |
| Final Abandonment Notice 13. Describe Proposed or Completed Op | Convert to Injection | Plug Back | | Water Disposal | | | |
| Testing has been completed Final determined that the site is ready fo | requests permission to F | only after all requir | ements, including re | clamation, have been completed | d and the | operator has | |
| | | | | | RCVI |) APR 26 '12 | |
| | | | | | Land President | CONS. DIV. | |
| | | | | | ! | DIST. 3 | |
| 14 I hereby certify that the foregoing is Cry | strue and correct. Name (Printed/Type ystal Tafoya | ed) Titl | 3 | Staff Regulatory T | | ician | |
| Signature Date 4/16/2012 THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | |
| Approved by | THIS STAGE FO | IN I EDENAL | - CROTATE O | 1110000 | , | | |
| ** | | | | | | | |

Date APR 2 3 2012 Original Signed: Stephen Mason Title Conditions of approval, if any, are attached Approval of this notice does not warrant or certify Office that the applicant holds legal or equitable title to those rights in the subject lease 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 the property for the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

ConocoPhillips SAN JUAN 30-6 UNIT 403S Expense - P&A

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Long 107° 27' 49.356" W

PROCEDURE

This project requires a NMOCD C-144 CLEZ Closed-Loop System Permit for the use of an A-Plus steel tank to handle waste fluids circulated from the well and cement wash up.

- 1. Hold pre-job safety meeting Comply with all NMOCD, BLM, and COPC safety and environmental regulations Test rig anchors prior to moving in rig.
- 2. MIRU work over rig. Check casing, tubing, and bradenhead pressures and record them in Wellview.

Lat 36° 49' 13.08" N

- 3. When an existing primary valve (i.e. casing valve) is to be used, the existing piping should be removed and replaced with the appropriate piping for the intended operation.
- 4. RU blow lines from casing valves and begin blowing down casing pressure. Kill well with water, as necessary, and at least pump tubing capacity of water down tubing.
- 5. TOOH and LD rods (per pertinent data sheet). ND wellhead and NU BOPE. Function test BOP. PU and remove tubing hanger.
- 6. TOOH with tubing (per pertinent data sheet). LD tubing bailer (if applicable).

| Rods: | Yes | Size: | 3/4" | Length: | 3,221' |
|---------|-----|-------|--------|---------|--------|
| Tubing: | Yes | Size: | 2-3/8" | Length: | 3,232' |

Round trip casing scraper to top of liner @ 2,855'.

All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures. All cement will be ASTM Type II mixed at 15.6 ppg with a 1.18 cf/sk yield.

7. Plug 1 (Liner Top and Fruitland Coal Formation Top, 2682-2845', 42 Sacks Class B Cement)

RIH and set 7" CR at 2,845'. <u>Pressure test casing to 800 psi If casing does not test, isolate leaks and contact production engineer with results</u>. Load tubing with water and attempt to establish circulation. Mix 42 sx Class B cement and spot inside the casing above CR to isolate the liner top and Fruitland Coal formation top. PUH.

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8. Plug 2 (Kirtland and Ojo Alamo Formation Tops, 2241-2455', 51 Sacks Class B Cement)

Mix. St sx Class B cement and spot a balanced plug inside the casing to isolate the Kirtland and Ojo Alamo formation tops. PUH.

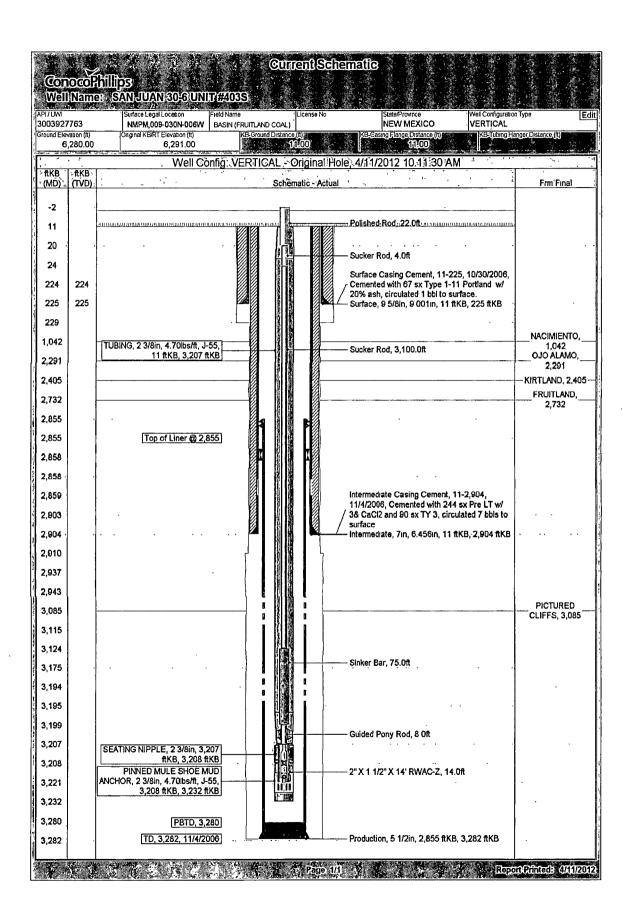
9. Plug 3 (Nacimiento Formation Top, 992-1092', 29 Sacks Class B Cement)

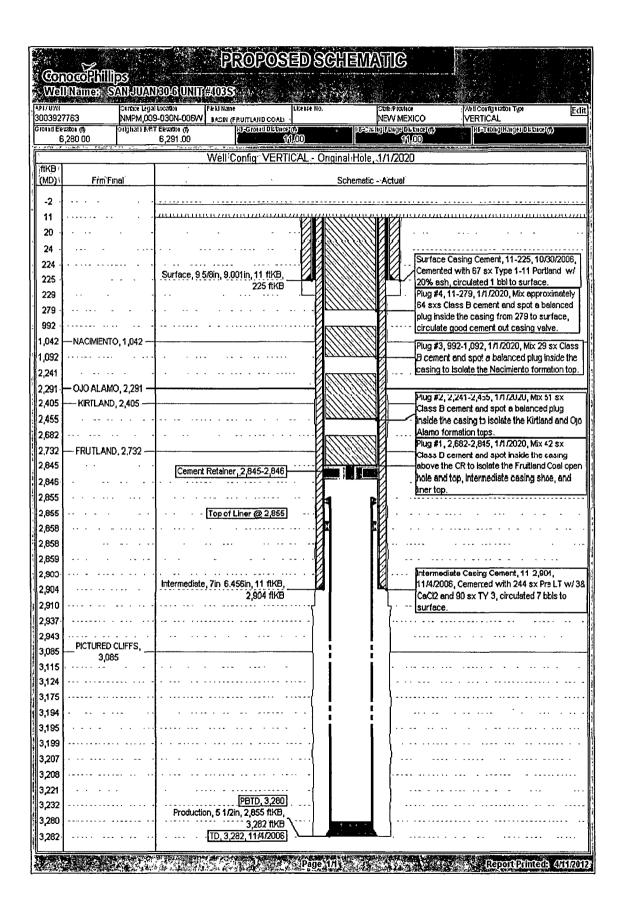
Mix 29 sx Class B cement and spot a balanced plug inside the casing to isolate the Nacimiento formation top. PUH.

10. Plug 4 (Surfae Shoe, 0-279', 64 Sacks Class B Cement)

Connect the pump line to the bradenhead valve and attempt to pressure test the BH annulus to 300 PSI; note the volume to load. If the BH annulus holds pressure, then establish circulation out casing valve with water. Mix approximately 64 sxs Class B cement and spot a balanced plug inside the casing from 279' to surface, circulate good cement out casing valve. TOH and LD tubing. Shut well in and WOC. If the BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the 7" casing and the BH annulus to surface. Shut well in and WOC.

11. Nipple down BOP and cut off casing below the casing flange. Install P&A marker with cement to comply with regulations.





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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: 403S San Juan 30-6 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) 564-7750.
- 3. The following modifications to your plugging program are to be made:
- a) Place the Kirtland/Ojo Alamo plug from 2437' 2134'.
- b) Place the Nacimiento plug from 1053' 953'.

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.