UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| Sundry Notices and Reports on Wells | | | | |
|--|--|---------|---|--|
| 0 | 4 / | 5. | Lease Number BIA #14-20-603-734 | |
| 1. Type | e of Well | 6. | If Indian, All. or Tribe Name | |
| Oil V | /ell | 7. | Navajo Unit Agreement Name | |
| | e of Operator Can Minerals & Energy, c/o NMOCD Aztec District Office | ,. | Horseshoe Gallup | |
| | | 8. | Well Name & Number | |
| | ress & Phone No. of Operator 0 Rio Brazos Road, Aztec, NM 87410 505-334-6/78 | 9. | HSGU #41 API Well No . | |
| | | | 30-045-10418 | |
| 4. Loca | tion of Well, Footage, Sec., T, R, M | 10. | Field and Pool Horseshoe Gallup | |
| 727 | ' FNL and 702' FEL, Section 30, T-31-N, R-16-W | 11. | County & State | |
| | | | San Juan County, NM | |
| 12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA | | | | |
| | of Submission Type of Action | | c S | |
| - | Notice of Intent X Abandonment Change of Plans | | 070 | |
| | Recompletion New Construction | | | |
| - | X Subsequent Report Plugging Back Non-Routine Fracture Casing Repair Water Shut off | iring | AR P | |
| | Final Abandonment Altering Casing Conversion to Injec | tion | SE CE | |
| - | Other - | | RECEIVED FARMINGTON | |
| 13. Describe Proposed or Completed Operations | | | | |
| 13. Describe Proposed or Completed Operations A-Plus Well Service Plugged and Abandoned the above well NMSA 1978, Section 13-1-127, | | | | |
| Purchase Agreement: 415210700028; Purchase Document: 05-199-000440. | | | | |
| 3/11/05 | MOL. | | | |
| 3/14/05 | RU rig. Check pressures: 0# tubing, 0# casing, 0# bradenhead. No hot oil tr | uck av | ailable. Inject 240 bbls | |
| | waste fluid into HSGU #6. Service rig and 2 trucks. | | • | |
| 3/15/05 | Continue to inject waste fluid into HSGU #6 - 120 bbls. Service other trucks a | and equ | ipment. | |
| 3/16/05 | 05 Pull on rods and unseat pump. LD 1- 5/8" rod. Hot oil tubing. TOH and LD 49 - 5/8" rods. ND wellhead. | | | |
| | NU BOP. TOH and LD 41 joints 2.375" tubing. PU A+ 2.375" workstring and round trip 4.5" casing scraper, | | | |
| | 1200'. TIH with 4.5" DHS CR, stacked out at 821'. Procedure change approved by BLM (set CR at 821'). | | | |
| | Set CR at 821'. Load casing with 14 bbls of water and circulate well clean. Pressure test 4.5" casing to | | | |
| | 500#, held OK. Sting into CR. Establish rate 1.5 bpm at 700#. Pump 10 bbls under the CR. Plug #1 with | | | |
| | CR at 821', mix and pump 50 sxs Type III cement (66 cf), squeeze 40 sxs under the CR to fill the Gallup perforations and casing from 1393' to 821', leave 10 sxs above the CR up to 821' to isolate the Gallup | | | |
| | interval. TOH and LD tubing. WOC. | 10 02 | i to isolate the Gallup | |
| 3/17/05 | Perforate 2 bi-wire holes at 136'. Circulate bradenhead annulus with 7 bbls o | f water | . Shut in well. Wait for | |
| | oil to work its way out to the surface. Circulate bradenhead annulus clean | | | |
| | with 47 sxs Type III cement (62 cf) with 2-1/2% CaCl2 inside the 4.5" casing | | - | |
| • | good cement out the bradenhead. WOC. ND BOP. Dig out and cut off we | | | |
| | surface in both the 4.5" casing and in the annulus. Mix 10 sxs cement to inst | ali P&A | marker. RD and MOL. | |
| H. Villanueva, NMOCD, and W. Ashley, NNMD, was on location. | | | | |
| SIGNATURE March 31, 2005 | | | | |
| SIGNAT | William F. Clark Contractor Milliam F. Clark | arch 3 | ACCEPTED FOR RECORD | |
| (This space for Federal or State Office use) MAY 0 4 2005 | | | | |
| APPROVED BY TitleFARM TITLEFARM TITLE | | | | |
| CONDITION OF APPROVAL, if any: | | | | |