

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

RECEIVED

1. Type of Well

GAS WEL

2. Name of Operator

El Paso Exploration in C/O Burlington Resources Oil & Gas Company LP

3. Address & Phone No. of Operator

PO Box 4289, Farmington, NM 87499 (505) 326-9700

4. Location of Well, Footage, Sec., T, R, M

660' FSL, 660' FEL, Sec. 24, T-31-N, R-17-W, NMPM

5. Lease Number

14-20-603-2037

6. If Indian, All. or

Farmington, NM

Tribe Name

Navajo

7. Unit Agreement Name

8. Well Name & Number

Horseshoe Gallup #109

9. API Well No.

30-045-10498

10. Field and Pool

Horseshoe Gallup

11. County and State

San Juan Co, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission

Type of Action

☒ Notice of Intent☒ Abandonment☐ Change of Plans☐ Subsequent Report☐ Recompletion☐ New Construction☐ Final Abandonment☐ Plugging Back☐ Non-Routine Fracturing☐ Casing Repair☐ Water Shut off☐ Altering Casing☐ Conversion to Injection☐ Other -

13. Describe Proposed or Completed Operations

See attached plugging procedures submitted by the NM OCD and hereby agreed to by Burlington Resources Oil & Gas Company LP

Burlington Resources Oil & Gas Company LP (Burlington) is assuming, (under written and filed protest to the related governmental regulatory authorities) minimal responsibility for costs (not actual liability) associated with the plugging and abandonment of this well as it is related to the subject lease within the Horseshoe Gallup Unit.

This action is necessitated and precipitated by the demands of the Bureau of Land Management (BLM). The BLM reasons that Burlington Resources is the heir of record of the Record Title interest in the subject Navajo Lease Serial No. 14-20-603-2037 due to the Navajo Tribal Energy Office's failure to approve a submitted transfer of Record Title early in the record title chain of title on the subject Navajo lease that was eventually sold to Central Resources Inc. ("Central") in 1995. The transfer of Record Title Interest on the balance of the assignment and sale into Central (i.e. six (6) additional leases) were approved by the Navajo Tribal Energy Office.

The subject well is located on lands described within the subject Navajo lease. In addition to this well on the subject lease, all (100%) of Burlington's interests in the leases, wells and properties within the Horseshoe Gallup Unit were sold to Central at below market costs with express written statements and contractual understanding that Central had future responsibilities regarding these properties transferred to them.

14. I hereby certify that the foregoing is true and correct.

Signed Stephen Mason Title Regulatory Supervisor Date 6/26/03
TLW

(This space for Federal or State Office use)

APPROVED BY Original Signed: Stephen Mason Title _____ Date JUN 30 2003

CONDITION OF APPROVAL, if any:

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

NACCD

API WELL # Well Name Well # Operator Name Type Stat County UL Sec Twp N/S Rng W/E Feet NS Ft EW Order_No
30-045-10498 HORSESHOE GALLUP UNIT 109 PLAYA MINERALS & ENERGY INC I A San Juan P 24 31 N 17 W 660 S 660 E
PMX-124A

api_number status csg_1 csg_1q csg_1d csg_2 csg_2q csg_2d csg_3 csg_3q csg_3d
liner_size liner_quan tubing t_set_dept csg_perf 30-045-10498 WI 8 5/8 106 100 5 1/2
1571 100 2 3/8 1546 1390-1517

Procedure

MIRU, NUBOPE,

POOH Lay Down Rods & Tubing if present,

RIH with Gauge ring,

Pick up work string, Run Scraper if required,

RIH Set CIBP 1290 ', cap with 300 'cement .

Test casing.

POOH lay down tubing.

RU wire line RIH, perforate @ 157 ' + - 50' under surface casing shoe or Mesa Verde base whichever is lower..

Establish Circulation; circulate cement to surface inside and outside casing

Cut off well head and install P&A marker

Cut off anchors 2' below ground

Clean and level location