

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.*

SEP 13 PM 2 03

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. Brown No. 1-Y
2. Name of Operator Robert L. Bayless, Producer LLC		9. API Well No. 30-045-29138
3a. Address PO Box 168, Farmington, NM 87499	3b. Phone No. (include area code) (505) 326-2659	10. Field and Pool, or Exploratory Area Basin Fruitland Coal
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 924' FNL, 1457' FEL, Section 10, T30N, R12W		11. County or Parish, State San Juan, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat 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 recompleat 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.)

See the attached plugging and abandonment prognosis.



14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Tom McCarthy	Title Petroleum Engineer
Signature <i>Tom McCarthy</i>	Date September 12, 2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Original Signed: Stephen Mason	Title Date SEP 14 2006
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operation thereon.	Office

Title 18 U.C.S. Section 1001 and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NMCCD
B

Robert L. Bayless

Plug and Abandon Procedure

Brown No. 1Y

NWNE, 924' FNL & 1457' FEL, Section 10, T30N, R12W

San Juan County, NM

Well data: See attached well bore diagram

Tops: (from Brown No. 1 well on same location)

Ojo Alamo	505'
Kirtland	570'
Fruitland	1654'
Pictured Cliffs	2050'

1. Install rig anchors and dig small workover pit if necessary. Notify BLM of commencement of operations.
2. Move in rig.
3. Trip out laying down rods and pump.
4. Pick up extra tubing and tag PBD. Trip out and tally tubing. Inspect tubing.
5. Trip in with tubing open ended to 2100'. Circulate casing clean with water. Spot balanced **Cement Plug No. 1** (see volume below) down tubing. Cement top is to be at ~~1650'~~ ^{1600'} with 50 foot excess. Trip out above cement.
6. Trip out with tubing to 620'. Spot balanced **Cement Plug No. 2** (see volume below) down tubing. Cement top is to be at 450' with 50 foot excess. Trip out above cement.
7. Trip out with tubing to 180'. Pump **Cement Plug No. 3** (see volume below) down tubing and continue pumping cement to fill casing to surface.
8. Cut off casing. Fill casings with cement if necessary. Install P & A marker. Rig down and move off.

Cement Plug No. 1: 28 sx.

Cement Plug No. 2: 17 sx.

Cement Plug No. 3: 14 sx.

Notes: All cement will be Class B Neat.

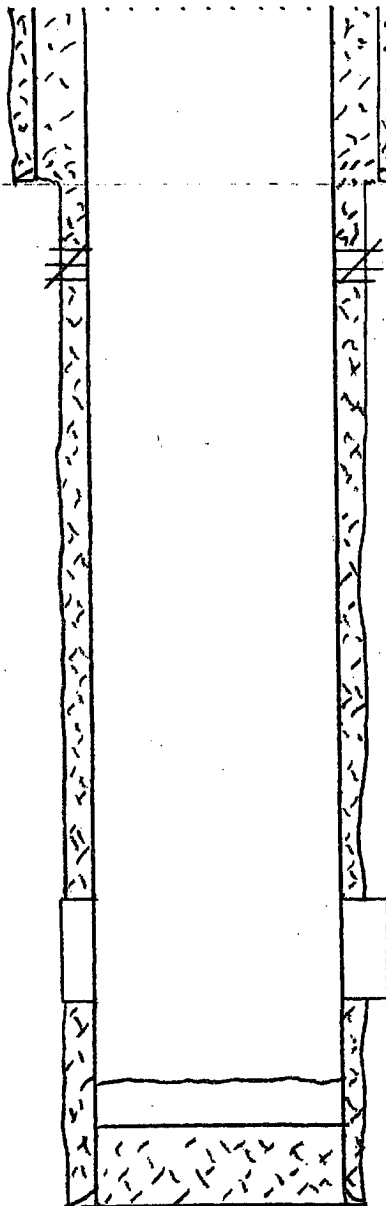
Other than the cement, the well bore fluid will be 8.3 PPG water.

All cement volumes will be 100% excess outside casing and 50' excess inside casing.

Current Configuration

Wellbore Diagram - Current Configuration

Brown 1-Y
NWNE Section 10, T30N, R12W
924' FNL & 1457' FEL
San Juan County, New Mexico
Completed 7/6/94
Ground Elevation: 5743' GL
KB Elevation: ????'



7" 23# J-55 Casing set at 130' in a 8 3/4" hole.
Cemented with 60 sx. Circ. Cement.

9/12/05 holes in casing 200-328' sq w/ 100 sx type 3
good circ thru job. Csg held to 500 psi 15 min.

Tubing:

KB to landing pt.	5.00
6', 4' 2 3/8" SUBS	10.00
64 jts 2 3/8" 4.7# WC50EUE	2,026.28
Tubing pump	16.00

TOTAL	2,057.28
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Rods:

1 1/4" POLISH ROD W/LINER 16'	9.00
6' 7/8" ROD PONY	6.00
81 7/8" RODS W/ SLIM HOLE CLPGS	2,025.00
2"x2"x12x16 TUBING PMP	16.00
	2,056.00

Fruitland Coal Perfs:

1888-1890	4SPF
1892-1894	2SPF
1949-1952	4SPF
1958-1960	2SPF
2016-2044	4SPF

4 1/2" 10.5# Maverick casing set at 2192' in a 6 1/4" hole.
Cemented w/ 230 sx
Circ. Cement to surface.

Plug Back Depth: 2152' fill at 2120', 9/13/05
Total Depth: 2200'