

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

2006 DEC 19 AM 6 11

RECEIVED
070 FARMINGTON

FORM APPROVED

Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT---" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil ☒ Gas ☐ Other

2. Name of Operator

D.J. Simmons Inc.

3. Address and Telephone No.

1009 Ridgeway Place. Suite 200, Farmington NM 87401 (505) 326-3753

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

872' FNL x 1490' FEL, Section 26, T29N, R9W

Actual Bottom Hole Location:

same

5. Lease Designation and Serial No.
SF-080000-A

6. If Indian, Allottee or Tribe Name

N/A

7. If Unit or CA, Agreement Designation

CA 082080000-A

8. Well Name and No.

A.B. Geren 5

9. API Well No.

30-045-27333

10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

11. County or Parish, State

San Juan County, New Mexico

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

TYPE OF SUBMISSION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

TYPE OF ACTION

☐ Abandonment

☐ Recompletion

☐ Plugging Back

☐ Casing Repair

☐ Altering Casing

☐ Other TA Extension

☐ Change of Plans

☐ New Construction

☐ Non-Routine Fracturing

☐ Water Shut-Off

☐ Conversion to Injection

☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depth for all markers and zones pertinent to this work.)*

DJ Simmons, Inc., Request temporary abandonment status for this well due to the conditions and events mentioned below.

DJ Simmons, Inc., request extension of the approved sundry dated 10/21/05. Due to our confidence in the integrity of this wellbore, we do not consider this well to be a threat to ground water or to other potential productive zones. Moreover, this well sits on a common well pad with an actively producing well, so its plugging and abandonment would yield minimal surface available for surface reclamation. Given the developed high demand for natural gas and the associated dramatic ramp up in natural gas prices, it is Simmons' determination that other, up-hole zones may have potential for completion in this wellbore. Simmons owns the mineral rights to surface at this location. Moreover, given the recent approval by the Colorado Oil and Gas Conservation Commission to allow for 80-acre spacing for Fruitland Coal wells, it is entirely plausible that this same spacing may be permitted at some point in the not to distant future in New Mexico. Therefore, Simmons believes this well to have potential economic benefit to itself, the State of New Mexico and the Peoples of the United States and poses a negligible threat to the environment or to productive zones.

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

THIS APPROVAL EXPIRES January 1, 2008

Signed

John A. Byron

Title: President

Date 12/18/2006

(This space for Federal or State office use)

Approved by Original Signed: Stephen Mason

Title

Date

DEC 20 2006

Conditions of approval, if any:

*See Instruction on Reverse Side

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.

Note This well TA 10/14/03.

NMOCB TA expires 10/14/08

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