submitted in lieu of Form 3160-5

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| | Sundry Notices and Reports on Wells | 79/ MAR 2 | 8 開 3: | 42 | |
|-----|---|-------------------|--------------------------|--|--|
| 1. | Type of Well GAS | E | EIVES. LM IMOTON M | Lease Number NMSF-078480 H Indian, All. or Tribe Name | |
| 2. | Name of Operator | | 7. | Unit Agreement Name | |
| | ConocoPhillips | | _ | | |
| · . | Address & Phone No. of Operator | | 8. | Well Name & Number | |
| | | | | Hammond WF Federa | |
| _ | PO Box 4289, Farmington, NM 87499 (505) 326-9700 | | 9. | API Well No. | |
| 1. | Location of Well, Footage, Sec., T, R, M | | | 30-045-11582 | |
| | Sec., TN, RW, NMPM | | 10. | Field and Pool | |
| | Unit D (NWNW) 1060' FNL & 1150' FWL, Sec. 25, T27N, R8W NMPM | | | South Blanco Pictured Cli | |
| | | | 11. | County and State San Juan Co., NM | |
| | X Notice of Intent X Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Non-Routine Fracturing Casing Repair Water Shut off Final Abandonment Altering Casing Conversion to Injection | 3 | her — | | |
| | Describe Proposed or Completed Operations | a a stabilisina u | wallbara G w | id mili ka 9 2mm | |
| uf | cement volumes use 100% excess outside pipe and 50' excess inside. The ficient to balance all exposed formation pressures. All cement will be As a yield. Please see attached procedure and wellbore diagram. | | | | |
| 1/3 | x yieiu. Ficase see attacheu procedure and wendore diagram. | | | RCVD APR2'07 OIL CONS. DIV. | |
| 14. | I hereby certify that the foregoing is true and correct. | · | | Frank (1975) | |
| ig | ned Armanda San Amanda Sa | anchez Title E | Regulatory T | <u>Fech</u> Date <u>3/27/07</u> | |
| | is space for Federal or State Office use) PROVED BY Original Signed: Stephen Wason Title | | т | Date MAR 2 9 2007 | |
| CO | PROVED BYOriginal Signed: Stephen Masor Title | | I | Jan | |

PLUG AND ABANDONMENT PROCEDURE

March 23, 2007

Hammond WF Federal #5

South Blanco Pictured Cliffs

1060' FNL, 1150' FWL, Section 25, T27N, R8W, San Juan County, New Mexico API 30-045-11582 / Lat: 36.548629 N / Long: 107.63938 W

Note: All cement volumes use 100% excess outside pipe and 50' excess inside. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures. All cement will be ASTM Type III, mixed at 14.8 ppg with a 1.32 cf/sx yield,

- 1. Project will require a Pit Permit (C103) from the NMOCD.
- Install and test rig anchors. Prepare waste fluid holding pit. Comply with all NMOCD, BLM and hConoco safety rules and regulations. Conduct safety meeting for all personnel on location.
 MOL and RU daylight pulling unit. NU relief line and blow well down; kill with water as necessary.
 ND wellhead and NU BOP and stripping head; test BOP.
- 3. TOH and tally 69 joints 2.375" tubing, total 2155'. Round-trip 4.5" casing scraper or wireline gauge ring to 2102'.
- 4. Plug #1 (Pictured Cliffs perforations and Fruitland top, 2969' 2449'): TIH and set 4.5" CR at 2102'. Pressure test tubing to 1000#. Load casing with water and circulate well clean. Pressure test casing to 1000#. If the casing does not test, then spot or tag subsequent plugs as appropriate. Mix 25 sxs Type III cement and spot a balanced plug inside the casing above the CR to isolate the Pictured Cliffs interval and cover the Fruitland top. PUH to 1455'.

1504' 1207'

- 5. Plug #2 (Kirtland and Ojo Alamo tops, 1455' 1178'): Spot 22 sxs Type III cement inside casing to cover the Kirtland and Ojo Alamo tops. If casing does not test, then increase cement to 35 sxs. TOH with tubing.
- 6. Plug #3 (Nacimiento zones, 800' 600'): Perforate 3 squeeze holes at 800'. Set cement retainer at 700'. Attempt to establish circulation out bradenhead valve. If able to circulate to surface, mix approximately 250 sxs Type III cement and circulate to surface out bradenhead valve. If unable to establish circulation to surface, then mix 59 sxs Type III cement, squeeze 42 sxs outside the casing and leave 17 sxs inside to cover the Nacimiento zones. TOH and LD tubing.
- 7. Plug #4 (8.625" Surface casing shoe, 239' Surface): Perforate 3 squeeze holes at 239'. Establish circulation out bradenhead with water and circulate the BH annulus clean. Mix approximately 70 sxs cement and pump down the 4.5" casing to circulate good cement out bradenhead. Shut in well and WOC.
- ND BOP and cut off wellhead below surface casing flange. Install P&A marker with cement to comply with regulations. RD, MOL and cut off anchors. Restore location per BLM stipulations.

Hammond WF Federal #5 Proposed P&A

South Blanco Pictured Cliffs

1060' FNL & 1150' FWL, Section 25, T-27-N, R-8-W, San Juan County, NM Lat: N 36. 548629 / Long: W 107.63938 / API 30-045-11582

Today's Date: 3/23/07

Spud: 11/8/65 Comp: 12/9/65 Elevation: 5973' GL

12.25" Hole

8.625" 24#, J-55 Casing set @ 189' Cement with 175 sxs, circulated to surface

Perforate @ 239'

Plug #4: 239' - 0' Type III cement, 70 sxs

Plug #3: 800' - 600'

Cement Retainer @ 700'

Type III cement, 59 sxs: 42 outside and 17 inside

Perforate @ 800'

TOC @ 842' (Calc, 7%)

Ojo Alamo @ 1228'

Kirtland @ 1405'

Fruitland @ 1835'

Pictured Cliffs @ 2142'

6.75" Hole

2275' TD 2241' PBTD Plug #2: 1455' - 1178' Type III cement, 22 sxs

Plug #1: 2102' - 1785' Type III cement, 25 sxs

Set CR @ 2102'

Pictured Cliffs Perforations: 2152' - 2199'

4.5" 10.5#, J-55 Casing @ 2275' Cement with 200 sxs

Hammond WF Federal #5

Current

South Blanco Pictured Cliffs

1060' FNL & 1150' FWL, Section 25, T-27-N, R-8-W , San Juan County, NM

Lat: N 36. 548629 / Long: W 107.63938 / API 30-045-11582

Today's Date: 3/23/07 Spud: 11/8/65 8.625" 24#, J-55 Casing set @ 189' Cement with 175 sxs, circulated to surface Comp: 12/9/65 12.25" Hole Elevation: 5973' GL **Well History** Aug '06: Bradenhead Test: Flowing CP - 156 PSI Flowing TP - 156 PSI SI BHP - 58 PSI Open BH valve, steady water flow. After 1 minute flowing BH 38 PSI. Water analysis: TDS - 2350 ppm; zero hydrocarbons. Nov '06: Audio Log: No fluid movement in or near the Ojo Alamo. Well has fluid cross flow in TOC @ 842' (Calc, 7%) the Nacimiento zone. 2.375" Tubing set at 2155' Ojo Alamo @ 1228' (69 joints tubing) Kirtland @ 1405' Fruitland @ 1835' Pictured Cliffs @ 2142' Pictured Cliffs Perforations: 2152' - 2199' 6.75" Hole 4.5" 10.5#, J-55 Casing @ 2275' Cement with 200 sxs (264 cf) 2275' TD

2241' PBTD