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# INITED STATES

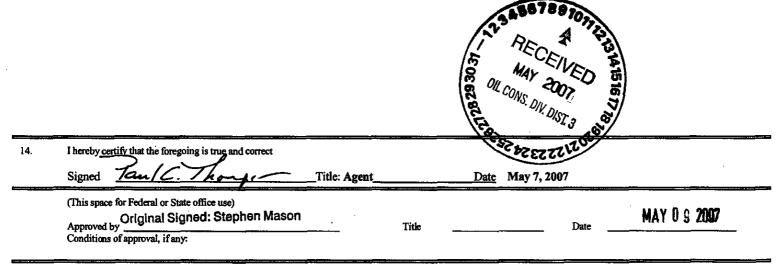
FORM APPROVED

form.)

Form 3160-5 DEPARTMENT OF THE INTERIOR (June 1990) 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				Budget Bureau No. 1004-0135 Expires: March 31, 1993	
PERMIT—" for such proposals			747 <del>(5.7 = 7</del>	Lease Designation and Serial No. SF - 080384B	
			210 6. 1	If Indian, Allottee or Tribe Name	
	SUBMIT IN	TRIPLICATE	7.	If Unit or CA, Agreement Designation	
1. Type of Well □ Oil Well ⊠ Ga	s Well □ Other		8.	Well Name and No. Hickman #7R	
2. Name of Operator Running Horse, LLC			9.	API Well No. 30-045-25646	
3. Address and Telephone No. C/O Walsh Engineering & Production Corp. 7415 East Main, Farmington, NM 87402 505-327-4892			10.	Field and Pool, or Exploratory Area  Basin Fruitland Coal	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 500 FNL & 790' FEL, Section 3 T26N, R12W			11.	County or Parish, State San Juan County, NM	
	CHECK APPROPR	ATE BOX(s) TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION		TYPE OF ACTION			
□ Notice of Intent □ Subsequent Report □ Final Abandonment		<ul> <li>⊠ Abandonment</li> <li>□ Recompletion</li> <li>□ Plugging Back</li> <li>□ Casing Repair</li> <li>□ Altering Casing</li> <li>□ Other MIT Test</li> </ul>	2 0 1 1 0	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on	

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 depths for all markers and zones pertinent to this work.)\*

Running Horse, LLC plans to plug and abandon this well according to the attached procedure.



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.

#### Walsh Engineering and Production

### P & A Procedure for Running Horse, LLC Hickman #7R

Location: NE/4 Sec 3 T26N R12W

San Juan County, NM

Field: Basin Fruitland Coal

Elev: GL 5882'

Surface: Federal

4-1/2" FLS 1056 - 1141'

Date: April 18, 2007

Minerals: BLM SF 080384-B

PBTD 1139' GL 2-3/8" - 1114'

Objective: Plug and abandon

#### Procedure:

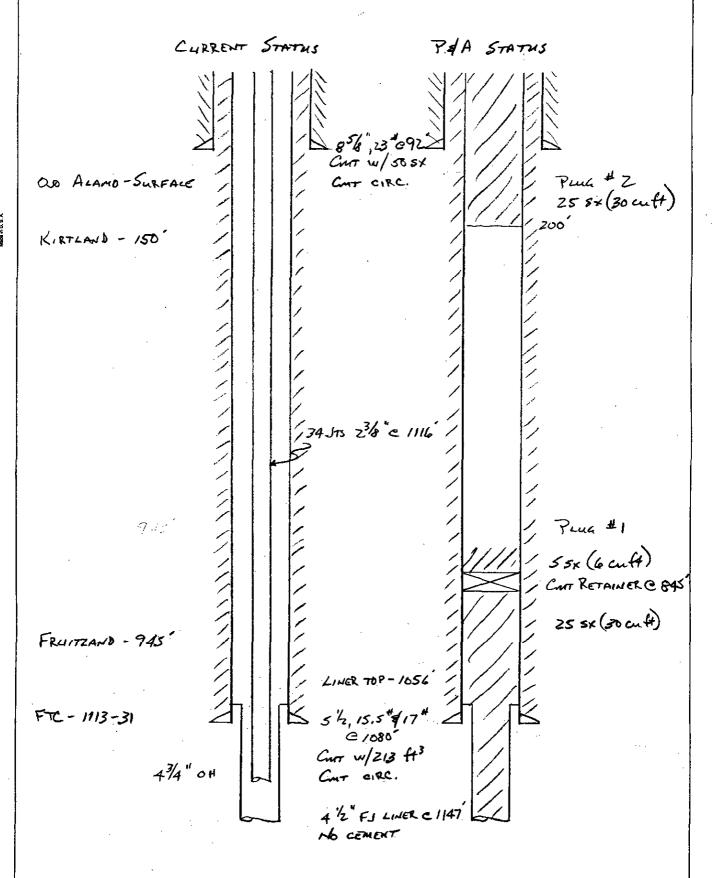
Before the rig arrives, dig, line, and fence, a 12' X 12' workover pit.

- 1. Move on location and rig up a completion rig. Hold safety meeting.
- 2. Nipple up a 2-3/8" relief line to the pit. Blow well down and kill with water if necessary.
- Nipple down the wellhead and nipple up a BOP. Tally out of the hole with 34 jts. of 2-3/8" tubing.
- 4. Pick up a 5-1/2" cement retainer on 2-3/8" tubing and TIH. Set the cement retainer at 845' (50'-above the Fruitland top). Pump 25 sx (30 cu.ft) of Type 5 cement below the retainer. Sting out of the retainer and leave 5-sx of cement on top of the retainer. POH to 200'. to 770'
- 5. Load the hole with water and pressure test the casing to 500 psi. Spot a surface plug from 200' to surface with 25 sx (30 cu.ft.) of Type 5 neat cement.
- 6. TOH. Nipple down the BOP and wellhead. Top off the surface plug with neat cement as necessary.
- Cut off wellhead and install dryhole marker. Reclaim location as per BLM specifications.

Paul C. Thompson, P.E.

## HICKMAN # TR NE/4 SECTION 3, TZGN, RIZW

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