UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	Sundry Notices and Reports on Wells 2007 AUG -8 PM 2: 12		
_		5.	Lease Number
1.	Type of Well 210 FARMINGTON NM GAS	6.	Jicarilla Contract 148 If Indian, All. or Tribe Name Jicarilla Apache
2.	Name of Operator CDX RIO, LLC	7.	Unit Agreement Name
_		 8.	Well Name & Number
3.	Address & Phone No. of Operator 2010 Afton Place, Farmington, New Mexico 87401 (505) 326-3003	9.	Jicarilla 148 #11 API Well No.
4.	Location of Well, Footage, Sec., T, R, M 1450'FNL, 990'FEL, Sec.13, T-25-N, R-5-W, NMPM	10.	30-039-06022 Field and Pool
		11.	So Blanco Pictured Cliffs County and State
	\ \		Rio Arriba Co, NM
13.	Subsequent Report Plugging Non-Routine Fracturing Casing Repair Water Shut off Altering Casing Conversion to Injection Other Describe Proposed or Completed Operations		
	It is intended to plug and abandon the subject well according to the attached procedure	res and we	ellbore diagrams.
			RCVD AUG 21 '07 OIL CONS. DIV.
			DIST. 3
14.	I hereby certify that the foregoing is true and correct.		
Sig	ned Marcy Oltenana Title Agent		Date <u>8-7-07</u> .
AP.	is space for Federal or State Office use) PROVED BY Original Signed: Stephen Mason Title		DateAUG 1 7 2007

PLUG AND ABANDONMENT PROCDURE

August 3, 2007

Jicarilla 148 #11

South Blanco Pictured Cliffs 1450' FNL & 990' FEL, Section 13, T25N, R5W Rio Arriba County, New Mexico, API #30-039-06022

Note: All cement volumes use 100% excess outside pipe and 50' excess inside pipe. 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.
- 2. Install and test location rig anchors. Prepare and line a waste fluid pit. Comply with all NMOCD, BLM, and Energen safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. NU relief line and blow down well; kill with water as necessary.
- 3. TOH and visually inspect 3663' of 2.375" tubing, with SN at 3631'. If necessary LD tubing and PU a workstring. ND wellhead and NU BOP. Test BOP. Round trip 4.5" gauge ring or casing scraper to 3663' or as deep as possible.
- 4. Plug #1 (Pictured Cliffs perforations, and Fruitland, Kirtland and Ojo Alamo tops, 3584' 2935'): TIH and set 4.5" CR at 3584'. Load casing with water and circulate well clean. Pressure test casing to 500#. If casing does not test, then spot or tag subsequent plugs as appropriate. Spot 48 sxs Type III cement above CR to isolate the Pictured Cliffs interval and cover through the Ojo Alamo top. TOH with tubing.

1861 1761 1861

- 5. Plug #2 (Nacimiento top, 1250' 1150'): Perforate 3 squeeze holes at 1250'. Attempt to establish rate into squeeze holes if the casing pressure tested. Set 4.5" cement retainer at 1200'. Establish rate into squeeze holes. Mix and pump 46 sxs cement, squeeze 35 sxs outside the 4.5" casing and leave 11 sxs inside the casing to cover the Nacimiento top. TOH and LD tubing.
- 6. Plug #3 (8.625" Surface Casing, 266' 0'): Perforate 3 squeeze holes at 266'. Establish circulation out bradenhead with water. Circulate the BH annulus clean. Mix and pump approximately 80 sxs cement down 4.5" casing to circulate good cement out the bradenhead. SI well and WOC.
- 7. ND BOP and cut off casing below surface casing flange. Install P&A marker with cement to comply with regulations. RD, move off location, cut off anchors and restore location.

Jicarilla 148 #11

Current

South Blanco Pictured Cliffs

1450' FNL & 990' FEL, NE, Section 13, T-25-N, R-5-W

Rio Arriba County, NM / API #30-39-06022

Spud: 1/7/59 Completion: 1/20/59 Elevation: 7323' Gl

Today's Date: 8/3/07

7332' KB

12.25" hole

8.625" 22.7#, CSA Casing set @ 216' Cement with 160 sxs; did not circulate.

WELL HISTORY

Jun '85: Checked tubing; no scale. Cleaned

out 36' fill.

Nov '95: Cleaned out to PBTD

TOC @ 2700' (Calc, 75%)

2.375" Tubing set at 3663' (4.7# J-55 EUE, SN @ 3631')

Nacimiento @ 1200'

Ojo Alamo @ 2985'

Kirtland @ 3190'

Fruitland @ 3445'

Pictured Cliffs @ 3630'

Pictured Cliffs Perforations: 3634'- 3664'

4.5" 9.5#, J-55 Casing set @ 3676' Cemented with 250 sxs

TD 3710' PBTD 3676'

7.875" hole

Jicarilla 148 #11

Proposed P&A

South Blanco Pictured Cliffs

1450' FNL & 990' FEL, NE, Section 13, T-25-N, R-5-W

Rio Arriba County, NM / API #30-39-06022

Today's Date: **8/3/07** Spud: 1/7/59

Completion: 1/20/59 Elevation: 7323' GI

7332' KB

12.25" hole

12.20 11010

Nacimiento @ 1200'

Ojo Alamo @ 2985'

Kirtland @ 3190'

Fruitland @ 3445'

Pictured Cliffs @ 3630'

7.875" hole

TD 3710' PBTD 3676' Plug #3: 266' - 0' Type III cement, 80 sxs

8.625" 22.7#, CSA Casing set @ 216' Cement with 160 sxs; did not circulate.

Perforate @ 266'

Cmt Ret @ 1200'

Plug #2: 1250' - 1150' Type III cement,46 sxs: 35 outside and 11 inside

Perforate @ 1250'

TOC @ 2700' (Calc, 75%)

Plug #1: 3584' - 2935' Type III cement, 48 sxs

Set CR @ 3584'

Pictured Cliffs Perforations: 3634'- 3664'

4.5" 9.5#, J-55 Casing set @ 3676' Cemented with 250 sxs The Jicarilla Apache Nation requires 45 days to evaluate this well beginning from August 9, 2007 in order to determine if they would like to assume ownership of the well. If the Jicarilla Apache Nation has not contacted your office before the end of the 45 days you may proceed with plugging operations.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment	to	notice	of
Intention to	Ah	andon):

Re: Permanent Abandonment

Well: 11 Jicarilla 148

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 599-8907.
- 3. The following modifications to your plugging program are to be made:
- a) Place the Nacimiento plug to 1861' 1761' inside and outside the 4 ½" casing.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.