In Lieu of

DECEIVED UNITED STATES

Form 3160 DEPART		ENT OF INTERIOR AND MANAGEMENT APR 23 2009		FORM APPROVED Budget Bureau No. 1004-0135
SUNDRY NOTICE AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different remains of Land Management and the state of the state o			5.	Lease Designation and Serial No. NM-03189
	TO DRILL" for perm	it for such proposals	6.	If Indian, Allottee or Tribe Name
	SUBMIT IN T	RIPLICATE	7.	If Unit or CA, Agreement Designation
1.	Type of Well Oil Well X Gas Well Other		8.	Well Name and No. COX CANYON UNIT #204
2.	Name of Operator WILLIAMS PRODUCTION COMPANY		9.	API Well No. 30-045-32125
3.	Address and Telephone No. PO BOX 3102 MS 25-4, TULSA, OK 74101 (918) 573-3046		10.	Field and Pool, or Exploratory Area BASIN FRUITLAND COAL
4.	4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1920' FSL, 1950' FWL, NE/4 SW/4, SEC 21, T32N, R11W		11.	County or Parish, State SAN JUAN, NM
	CHECK APPROPRIA	TE BOX(s) TO INDICATE NATURE OF NOTICE, REP	ORT, OR	OTHER DATA
	TYPE OF SUBMISSION	ТҮРЕ	OF ACTION	
e H	Ξ Notice of Intent Subsequent Report	Abandonment Recompletion Plugging Back		Change of Plans New Construction Non-Routine Fracturing
A	Final Abandonment	Casing Repair Altering Casing X Other <u>P&A</u>		Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Wall Completion or Recompletion Report

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 13. directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

> RCVD MAY 1'09 OIL CONS. DIV. DIST. 3

and Log form.)

PLEASE SEE ATTACHED FOR PLUG AND ABANDONMENT PROCEDURE:

14.	I hereby certify that the foregoing is true and correct Signed Rachel Lipperd Title Engineering Technician II	DateApril 21, 2009
	(This space for Federal or State office use)	APR 2 9 2009
	Approved by Original Signed: Stephen Mason Title Conditions of approval, if any:	Date

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.

PLUG AND ABANDONMENT PROCEDURE

April 1, 2009

Cox Canyon Unit #204

Basin Fruitland Coal
Surface: 1920' FSL and 1950' FWL, Section 21, T32N, R11W
Total Depth: 2232' FSL and 100' FWL, Section 21, T32N, R11W
San Juan County, New Mexico / API 30-045-32125

Lat: N _____ / Long: 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 Class B, mixed at 14.8 ppg with a 1.18 cf/sx yield.

- 1. This project requires a NMOCD C-144 CLEZ Closed-Loop System Permit for the use of an A-Plus steel tank to handle waste fluids circulated from the well and cement wash up.
- Install and test location rig anchors. Comply with all NMOCD, BLM, and Operator safety
 regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on
 location. Record casing, tubing and bradenhead pressures. NU relief line and blow down well.
 Kill well with water as necessary and at least pump tubing capacity of water down the tubing. ND
 wellhead and NU BOP. Function test BOP.

3.	Rods: Yes, No_X, Unknown
	Tubing: Yes X, No, Unknown, Size 2.375", Length 3756'.
	Packer: Yes, No_X_, Unknown, Type
	If this well has rods or a packer, then modify the work sequence in step #2 as appropriate

RU TIW. PU retrieving tools and RIH. Catch 4.5" liner hanger and pull up to 80,000#. If not free then jet cut liner at 3500'. POH and LD 4.5" liner and LD approximately 550' of 4.5" preperforated liner. Circulate well clean. Round trip 7" gauge ring to 3490'.

Note: actual depth of Plug #1 may change depending on where liner actually is cut and/or pulled.

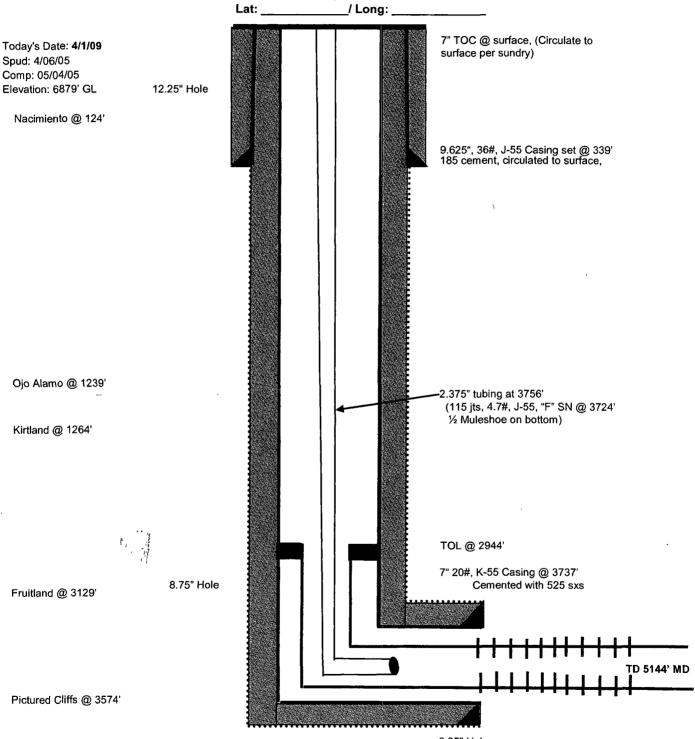
- 4. Plug #1 (4.5" liner stub, Fruitland perforations and top, 3600' 3079'): RIH and set a CR at 3600'. Pressure test tubing to 1000 PSI. Attempt to pressure test casing to 800 PSI. If casing does not test then spot or tag subsequent plugs. Mix 141 sxs Class B cement, squeeze 50 sxs below CR and spot 91 sxs inside casing above CR to cover the Fruitland Coal interval, 4.5" liner stub, Pictured Cliffs and Fruitland tops. PUH.
- 5. Plug #2 (Kirtland and Oje Alamo tops, 1314 1489): Mix 34 sxs Class B cement and spot a plug inside the casing to cover through the Ojo Alamo top. PUH.
- 6. Plug #3 (Nacimiento_top, 9.625" casing shoe, 389' 0'): Connect the pump line to the bradenhead valve. Pressure test the BH annulus to 300#; note the fluid volume to load. If the BH annulus tests, then mix 80 sxs Class B cement and spot a balanced plug inside the 7" casing to cover surface casing shoe, Nacimiento top and circulate cement to surface out the casing valve. TOH and LD the tubing. If the BH annulus does not test, then perforate at the appropriate depth to fill the bradenhead annulus to surface. TOH and LD tubing. 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.

Cox Canyon Unit #204 Current

Basin Fruitland Coal

Surface: 1920' FSL & 1950' FWL, Section 21, T-32-N, R-11-W Total Depth: 2232' FSL & 100' FWL, Section 21, T-32-N, R-11-W

San Juan County, NM / API #30-045-32125



6.25" Hole
Fruitland Coal Open Hole:
3040' – 5144'
4.5" 11.6# J-55 Casing @ 5144'
Uncemented pre-perforated liner

Cox Canyon Unit #204 Proposed P&A

Basin Fruitland Coal

Surface: 1920' FSL & 1950' FWL, Section 21, T-32-N, R-11-W Total Depth: 2232' FSL & 100' FWL, Section 21, T-32-N, R-11-W

San Juan County, NM / API #30-045-32125

/Long: 7" TOC @ surface, (Circulate to Today's Date: 4/1/09 surface per sundry) Spud: 4/06/05 Comp: 05/04/05 Elevation: 6879' GL 12.25" Hole Nacimiento @ 124' 9.625", 36#, J-55 Casing set @ 339' 185 cement, circulated to surface, Plug #3: 389' - 0' Class B cement, 80 sxs Plug #2: 1314' - 1189' Class B cement, 34 sxs Ojo Alamo @ 1239' Kirtland @ 1264' Plug #1: 3600' - 3079' Jet cut liner @ 3500' Class B cement, 141 sxs: Set CR @ 3490' 50 below CR and 91 7" 20#, K-55 Casing @ 3737" above CR 8.75" Hole Cemented with 525 sxs Fruitland @ 3129' TD 5144' MD Pictured Cliffs @ 3574'

6.25" Hole
Fruitland Coal Open Hole:
3040' – 5144'
4.5" 11.6# J-55 Casing @ 5144'
Uncemented pre-perforated liner

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 Abandon:

Re: Permanent Abandonment Well: 204 Cox Canyon Unit

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 Kirtland plug from 1870' 1770'.
- b) Place the Nacimiento plug from 616' 516'.

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.