UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

submitted in lieu of Form 3160-5 UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT		MAY 2 9 2009
Sundry Notices and Reports on Wells		Burgay of Land Management Durango, Colorado Lease Number
1. Type of Well GAS	5. 6.	MOO-C01420-0623 If Indian, All. or Tribe Name Ute Mtn Tribal
2. Name of Operator BURLINGTON RESCURCES OIL & GAS COMPANY LP	7. 8.	Unit Agreement Name Well Name & Number
3. Address & Phone No. of Operator	— 0.	Pinon Mesa D 2
PO Box 4289, Farmington, NM 87499 (505) 326-9700	9. —	API Well No.
4. Location of Well, Footage, Sec., T, R, M Unit P (SESE), 800' FSL & 600' FEL, Section 13, T31N, R14W, NMPM	10.	30-045-21999 Field and Pool Basin Fruitland Coal
	11.	County and State San Juan Co., NM
Recompletion New Construction X Subsequent Report Plugging Non-Routine Fracturing Casing Repair Water Shut off Final Abandonment Altering Casing Conversion to Injection	her – Work	to Date
13. Describe Proposed or Completed Operations See Attached	3/04	
14. I hereby certify that the foregoing is true and correct. Signed Musey Minuse Tracey N. Monroe Title Staff Regulatory		
(This space for Federal or State Office use) APPROVED BY CONDITION OF APPROVAL, if any: Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction		Date RCVD JUN 26'09 OIL CONS. DIV.

DIST. 3

Pinon Mesa D 2 API# 30-045-21999

Overview

The Pinon Mesa D 2 is located in Sec 13 T31N R14W. The well is on Ute Tribal land close to the outcrop of the coal. The well was first delivered 8/2008 but shut in immediately due to H2S levels. We have been unsuccessful in treating the H2S to a level that is pipeline quality (< 4ppm) therefore the well is currently SI.

Work History

7/30/2008 - Production facilities and pumping unit set, waiting on compressor, line pressure to high to sell down pipeline, started pumping unit, pumped well down pump line. SI casing.

8/27/2008- Compressor set, well first delivered down pipeline, well shut in by pipeline company immediately after first delivery due to H2S concentration in excess of 4 ppm.

9/24/2008 - Biocide treatment down casing and continuous injection system set up with H2S scavenger pumped down casing. Attempted to produce well, H2S level recorded at +/-200 ppm. SI well.

10/2008 - reviewed CBL, no indication from CBL that the frac job was not contained within the fruitland coal formation. Completion group could not provide any details about the quality of frac water and if treating procedure (biocide treatment prior to pumping frac??) was followed.

11/2008 - Coal perfs at 1,450', pump intake at 1,476', there was 1,702' of rat hole from pump intake to PBTD. Discussed the possibility that maybe (SRB's) bacteria is living in the 1,702' of casing filled by stagnant water and that biocide potentially did not kill bacteria in rat hole. Therefore we submitted proposal to pull rods & tbg, circulate out stagnant water and set CIBP at 1,600' to shallow up PBTD and upsize from 1-1/4" pump to 1-1/2" pump (well had potential of producing more water than output of 1-1/4")

12/2008 - Since the well showed signs of H2S, submitted H2S contigency plan to BLM, waited for approval of well work (long turn around time).

1/2009 - Cont wait on BLM approval, wait on rig

2/2009 - MIRU, batch treat well with H2S scavenger, pull rods & pump, lower tubing, swab first 25 bbls water, send to lab for bacteria analysis. Spot 2% KCL from 3,178' to 1,405', set CIBP @1,600'. Land tbg, run rods and 1-1/4" pump.

3/2009 - Received confirmation from lab that water samples turn +4 bottles of SRB's (sulfate reducing bacteria) in a couple of days.

3/12/2009 - Biocide batch treatment, down casing

3/16/2009 - started pumping unit, pumped well down pump line, got water samples (no continuous H2S scanvenger being pumped)

3/17/2009 - Set up safety trailer with H2S monitoring equipment and crew on location. Pulled draeger tubes every hour. SI well.