UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



APR 0 5 2010

5. Lease Number SF - 078103 - B 6. If Indian, All. or Tribe Name 7. Unit Agreement Nan Huerfano Unit			oe of Well GAS	
6. If Indian, All. or Tribe Name 7. Unit Agreement Nan				
Tribe Name 7. Unit Agreement Nam				
7. Unit Agreement Nan			GAS	. Т
· · · · · · · · · · · · · · · · · · ·			0/15	
Huerfano Unit				
			ne of Operator	
			URLINGTON	•
		GAS COMPANY LP	RESCURCES OIL	_
8. Well Name & Numb				
Huerfano Unit 557	Address & Phone No. of Operator		. Λ	
9. API Well No.		37499 (505) 326-9700	Box 4289, Farmington, NM	I
30-045-34681				_
50-045-54001		Γ, R, M	ation of Well, Footage, Sec	. L
10. Field and Pool				
	'26N, R09W, NMF	515' FEL, Section 35,	nit O (SWSE), 830' FSL &	urf:
Basin FC				
11. County and State				
San Juan Co., NM				
OTICE, REPORT, OTHER DATA	RE OF NOTICE,			
Change of Plans X Other - P&A	Change o	Action Abandonment	e of Submission Type X Notice of Intent	,
New Construction		Recompletion		
Non-Routine Fracturing RCVD APR 13 '10		Plugging	Subsequent Report	
Water Shut off OIL CONS. DIV.		Casing Repair		, _
Conversion to Injection	Conversion	Altering Casing	Final Abandonment	
7 FT TO R - TE		lated Onematical	Describe Duranced on Com	1.
res and well bore schematics.		leted Operations	Describe Proposed or Com	

Notify NMOCD 24 hrs prior to beginning operations





ABANDONMENT PROCEDURE

February 22, 2010

Huerfano Unit 557

Basin Fruitland Coal 830' FSL and 1515' FEL, Unit O Section 35, T26N, R9W San Juan County, New Mexico / API 30-045-34681 Lat: N 36.439702 / Long: W 107.754992

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 15.6 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_X_, No,	Unknown		
	Tubing: Yes_X_, No,	UnknownSize_	, Length	<u>1992.57'</u> .
	Packer: Yes, No_X_	UnknownType		
	If this well has rods or a page	ker, then modify the v	vork sequence in ste	n #2 as appropriate

- 4. Plug #1 (PC top, Fruitland Coal perforations, Fruitland, Kirkland and Ojo Alamo tops,: 1680' 1969'): RIH and set 4.5" cement retainer at 1680'. Load casing and circulate well clean. Pressure test tubing to 1000 PSI. Pressure test casing to 800#. If casing does not test, then spot or tag subsequent plugs as appropriate. Mix 50 sxs Class B cement and spot above CR to isolate the PC top, Fruitland Coal perforations, Fruitland, Kirkland and Ojo Alamo tops. PUH.
- 5. Plug #3 (7" casing shoe, 181' 0'): Attempt to pressure test the bradenhead annulus to 300 PSI; note the volume to load. If the BH annulus holds pressure, then establish circulation out casing valve with water. Mix 14 sxs Class B cement and spot a balanced plug to cover the 50' below the casing shoe (181') and surface, circulate good cement out casing valve. TOH and LD tubing. Shut well in and WOC. If the BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the casing from 181' and the annulus from the squeeze holes to surface. Shut in well and WOC.. PUH.
- 6. 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.

Current Schematic

uwi 4534681	Surface Legal Location 035-026N-009W-O	Field Name	loesse No. State/Proulsce Wellin We	Configuration Type RTICAL
od Eleuation (1)	Original KB/RT Elevation (1)	Kd-Ground Distance (f	KB-Casing Flange Distance (11)	
COURSETTA PROPERTIES SA COMPANI	エードングラング・ハインストラングをあり、ファイ のかっかっちょかい	the sources when some such as	riginal Hole ; 3/23/2010 10:08:59 AM	
KB.	SIMPLE CONTRACTOR	BAY CHAYE CETAKEN		
1D) (1, 18 18 18 18 18 18 18 18 18 18 18 18 18		Schematic - Ac	tual was a superior of the sup	Frm Final
10		3.3		
1 1	ibing Pup Joint, 2 3/8in,		The international and the section of	1
21 4.70lbs/ft	J-55, 11 ftKB, 21 ftKB		Polished Rod, 22.0ft	
32			Sucker Rod, 6.0ft	-
38	•		Sucker Rod, 8.0ft	
47	÷		SURFACE CSG CMT, 11-131, 7/24/2008, 34	
30			sxs Type 1-2 Poz mix, circ 3 bbls to surf	
31			Surface; 7in, 6.456in; 11 ftKB; 131 ftKB	
36 Tubing, 2	3/8in, 4.70lbs/ft, J-55,		Sucker Rod, 1,875.0ft	
119	21 ftKB, 1,949 ftKB		- Sunce May 1 product	OJO ALAMO, 1,119 -
240				KIRTLAND, 1,240
556 Hydraulic	Fracture, 10/28/2008,			
54 BE	BLS 25# x-link pre-pad,			FRUITLAND, 1,602 -
10000000	y 562 BBLS 25# linear \ cam w/ 65,793 # 20/40			PROTEATO, 1,002
bast sand	l and 1,037,140 scf N2	Y HE I HE	Fruitland, 1,730-1,800, 10/28/2008	
) i iyai aaliic	Fracture, 10/28/2008, BLS 25# x-link pre-pad,			
followed b	y 528 BBLS 25# linear		Fruitland, 1,838-1,932, 10/28/2008	_
12761421	oam w/70407 # 20/40 nd and 913,809 scf N2			
26				PICTURED CLIFFS, 1,936
10	bing Pup Joint, 2 3/8in, J-55, 1,949 ftKB, 1,951		Sinker Bar, 50.0ft	
951	ftKB			
Tubing, 2	9.3/8in, 4.70lbs/ft, J-55, 1951 ftKB			
972			Shear Coupling, 1.0ft	
981 F- Nipk	ole, 2 3/8in, 1,981 ftKB, 1,982 ftKB		Rod Guide, 8.0ft	
	bing Pup Joint, 23/8in,		Sucker Rod, 1.0ft	
982 4.70lbs/ft, c	1-55, 1,982 ftKB, 1,992 ftKB		Rod Insert Pump: RHAC 2X1-1/4X8X12,	
	Pup Joint W/1/2 Weep		12.0ft	
	ole 4' from top, 2 3/8in, I-55, 1,992 ftKB, 2,002		Streiner Nipple, 1.0ft	
394	ftKB		Su airici Pilippia, 1.01t	
3/8in.	ver 21/16 TO 23/8, 2 2,002 ftKB, 2,003 ftKB			
003 Mule Shor	e, 21/16in, 2,003 ftKB,			
004	2,004 ftKB		Stage #1,11-2,146, 8/22/2008, cmt w/10 bbls gel water, 10 bbls FW, 10 bbls (19sks)	•
103			Premium SCVGR @ 11.0#, 156sks primite	
103	PBTD, 2,103		∫ lead @ 12.1#, 50sks tail Type III@ 14.6#, displ w/10 bbls sugar water, 24 bbls FW,	
104			circ30 bbls cmt to surf.	
145			Cement Plug, 2,103-2,146, 8/22/2008 Production, 4.1/2ip, 4.852ip, 11.#kB, 2.146	
146			Production, 4 1/2in, 4 052in, 11 ftKB, 2,146 ftKB	
161	TD, 2,161, 8/21/2008	CHILLIAN CONTRACTOR	Cement plug, 2,146-2,161, 8/22/2008	I

Report Printed: 3/23/2010

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

1235 LA PLATA ḤIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: 557 Huerfano 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) Bring the top of the Fruitland/Kirtland/Ojo Alamo plug to 1014'.

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.