Form 3160-5 (November 1983) (Formerly 9-331)

UNITED STATES BUHMIT IN TRIPLICATES O(Other Instructions on re-BUREAU OF LAND MANAGEMENT

Budget Bureau No. 1004-0135 Expires August 31, 1985 5. LEARE DESIGNATION AND SERIAL NO.

SF 078563

| SUNDRY NOTICES | AND | REPORTS ON | WELLS |
|--|-------------|----------------------|--------------|
| SUNDRY NOTICES The not use this form for proposals to Use "APPLICATION" | drill or to | deepen of tuestactic | E de Vertion |

| 6. | ir | INDIAN, | ALLOTTER | 04 | TRIBE | NAME |
|----|----|---------|----------|----|-------|------|
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| | Use "APPLICATION FOR PERM | IT-" fost a chappopoule, han | | |
|-----------|--|------------------------------------|---|-------------|
| i. | OIL X WELL OTHER | SEP 1 2 1985 | 7. UNIT AGREEMENT N | |
| <u>2.</u> | NAME OF OPERATOR | | 8. PARM OR LEASE HA | ME |
| | Grace Petroleum Corporation | BUREAU OF LAND MANAGEMENT | Love 23 | |
| 3. | ADDRESS OF OPERATOR | FARMINGTON RESOURCE AREA | 9. WHIL NO. | |
| | 143 Union Blvd - Ste 760, Lakewood | od, co 80228 | 2 | |
| ί. | LOCATION OF WELL (Report location clearly and in account See also apace 17 below.) At surface | dance with any State requirements. | Escrito-Lybr | |
| | 1850' FSL & 790' FWL | • | 11. BRC., T., R., M., OR SURVET OR ARM | |
| | | | Section 23, | T24N-R7W |
| 14. | PERMIT NO. 15. ELEVATIONS (| Show whether DF, RT, GR, etc.) | 12, COUNTY OR PARIS | E 13. STATE |
| | 6726' DF, | 6714' GL | Rio Arriba | New Mexico |
| | | | | |

Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

| NOTICE OF INTENTION TO: | ! | auserquent a | BPORT OF: |
|---|---|---|--|
| FRACTURE TREAT #HOOT OR ACIDIZE REPAIR WELL (Other) T&A (Gallup Formation) | | WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING (Other) (Note: Report results of mu Completion or Recompletion I | ALTERING WELL ALTERING CABING ABANDONMENT* Itiple completion on Well Report and Log (orm.) |
| (Otter) Tan (Gallap Tolmacion) | | Completion of Mecompletion 2 | sepore and not retail |

17. DESCRIBE PROPUSED 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 gones pertinent to this work.)

It is proposed to T&A this well via the following procedure (see attached schematic for details):

- Wireline or tubing set a CIBP @ 5290' (50' above top perf).
- Dump bail or spot 7 sxs Class 'G' cement on CIBP (approximately 50' of cmt on CIBP).
- Displace natural fluid out of csg w/inhibited pkr fluid. SI and T&A well.
- Rehabilitate disturbed surface area, except for required work area.
- The proposed operation will commence and conclude within 45 days of receipt of approval and a minimum of 48 hrs notice will be given prior to starting.

| | DEGETVED SEP 1 8 1985 |
|--|--------------------------|
| | APPRONEDIV |
| 18. I bereby certify that the foregoing is true and correct SIGNED TITLE District Manager Jack Nange | DIST ₁ 3/85 |
| (This space for Federal or State office use) APPROVED BY | SEP 1 6 1985 |
| *See Instructions on Reverse Side | FARMINGTON RESOURCE AREA |

| LEASE Love | WELL NO. 2-23 |
|---|---|
| LOCATION 1850 FSL + 290 FWL Sec. 23, TZYN-R7W | FIELD Escrito-Lybrook |
| COUNTY Ris Arriba | STATE New Mexico |
| 85/8" SURF. CSG. a | TD 5640' KB 6726' DF GL 6714' COMPLETION INTERVALS: |
| Sozd. csg leak @ (3330.60) W/ 65 5K5 cn.t. (6/190) TO(@ 4660' Top of 75x5 cmt. My 6 5240' Proposed (188 setting 6 5290' Callup (5340-60') (5398-5428') (5546-52') (5568-88') 41/2 " CSG. a 5640' W/ 150 SXS. 9.54/4 | WELL HISTORY: REMARKS: |