Form 3150-5 (November 1983) (Formerly 9-331) DEPARTMENT OF THE INBUREAU OF LAND MANAGE		5. LEASE DESIGNATION AND SERIAL NO. 14-20-603-325
SUNDRY NOTICES AND REPORT OF THE PROPERTY OF T	RTS ON WEELS IVED r plug back od an different present of the recommendation of the reco	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
OIL GAS OTHER	88 MAY -3 PH 1:23	7. UNIT AGREEMENT NAME
2. NAME OF OPERATOR Hixon Development Company 3. ADDRESS OF OPERATOR	FARMINGTON RESOURCE ARE FARMINGTON, NEW MEXICO	8. FARM OR LEASE NAME Nah-des-pah 9. WELL NO.
		x 31
P.O. Box 2810, Farmington, New Mexico Location of Well (Report location clearly and in accordance we See also space 17 below.) At surface	87499 ith any State regulrements.*	10. FIELD AND POOL, OR WILDCAT
660' FSL, 660' FEL, Section 8, T25N, R12W, NMPM		Undesignated Mesa Verde 11. SRC., T., R., M., OR BLK. AND SURVEY OR ARMA
		Sec. 8, T25N, R12W
14. PERMIT NO. 15. BLEVATIONS (Show will be shown to b	, , , ,	San Juan New Mexico
Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: BURBAUGHET BROWN OF:		
TEST WATER SHUT-OFF PULL OR ALTER CASING	WATER SHUT-OFF	REPAIRING WELL
PRACTURE TREAT MULTIPLE COMPLETE	FRACTURE TREATMENT	ALTERING CASING
SHOOT OR ACIDIZE ABANDON*		ABANDONMENT®
REPAIR WELL CHANGE PLANS	(Other)	
(Other) (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)		
17. 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 directionally drilled, give subsurface locations and measured and true vertical depths for all markers and sones pertinent to this work.) *		
Hixon Development Company plans as follows:	to plug and abandon the	above location
 Move on location. Circulate wellbore through 2-3/8" tubing string. Spot a 25 sx. (29.5 cu. ft.) cement plug from 3570' to 3737'. Pressure displace 15 sx. into the perforations. 		
3) Spot a 15 sx (17.7 cu. ft.) verde formation from 2900'	cement plug to cover the 3000'. 2472'-2572'	ne top of the Mesa
4) Perforate 2 squeeze holes at 1180. 12/0		
5) Spot a 30 sx. (35.4 cu. ft.) cement plug to cover the top of the		
Pictured Cliffs formation from 1086' to 1186'. Pressure displace		
15 sx. into the perforations at 1186'. 6) * Perforate 4 squeeze holes at 520' to allow coverage of the Ojo Alamo		
6) Perforate 4 squeeze holes a	t 520' to allow coverage	of the Ojo Alamo
formation. Circulate 155 s		
leaving both the inside and 7) Cut off the wellhead and in		黄连 医乳 经有限 。
	SEE ATTACHED FOR CONDITIONS OF ANALYSIS	OIL CON
18. I hereby certify that the foregoing is true and correct		DIST DIV.

*See Instructions on Reverse Side NMOCQ

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.

TITLE

Kuchera

(This space for Federal or State office use) BEA

BUREAU OF LAND MANAGEMENT 1235 La Plata Highway Farmington, New Mexico 87401 Phone (505) 327-5344

Attachment to Notice of

Re: Permanent Abandonment

Intention to Abandon

Well: 34 Nah -des - pah

CONDITIONS OF APPROVAL

1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal Leases."

- 2. Bill Blackard with the Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 327-5344.
- 3. Blowout prevention equipment is required.
- 4. The following modifications to your plugging program are to be made (when applicable):
 - 1) More Mesaverde plus to 2572'-2472'
 - 2) Place a plug across the Chara formation 1522-1422'
 - 3) Move Pictured Elifts plug down to 1210'- 1110'
 - 4) Porta 877' and spot a plug from 877'-777 inside doutside 5/2 casing to cover the Freithnel.

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

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON RESOURCE AREA

- 1. Secure prior approval either on a Sundry Notice (Form 3160-5) or verbally from the Fluids Drilling & Production Section at this office before changing the approved plugging program.
- 2. Plugging equipment used shall have separate mixing and displacement pumps and a calibrated tank to assure proper displacement of plugs. The Operator is responsible for providing all measuring devices needed to assure proper measurement of materials being used.
- 3. A proper tank or pit will be used to contain all fluids pumped from the well during plugging operations. Unattended pits are to be fenced.
- 4. All cement plugs are to be placed through tubing (or drillpipe) and shall be a minimum of 100 feet in length with 50% excess inside casing or 100% excess when plug is set in open hole or squeezed into perforations. 15.6#/gal slurry weight is to be used when using class B neat cement or when CaCl₂ is used. Use the recommended slurry weight of other type cements when they are used (Class C, Pozzolan etc.).
- 5. Any cement plugs placed when well is not full of fluid, or when well may be taking fluid, (i.e. across perfs-unless bridge plug or retainer is used, across bad csg., or fresh water formations) will be tagged (touched) after cement has set to verify proper location.
 - 5a. Testing The first plug below the surface plug shall generally be tested by either tagging the plug with the working pipe string, or pressuring to a minimum pump (surface) pressure of 1000 psig, with no more than a 10 percent drop during a 15-minute period (cased hole only). If the integrity of any other plug is questioned, it must be tested in the same manner. Also, any cement plug which is the only isolating medium for a fresh water interval or a zone containing a valuable mineral deposit should be tested by tagging with the drill string.
 - 6. Mud must be placed between plugs. Plugging mud is to be made up with a minimum of 15 lbs/bbl of sodium bentonite, and a nonfermenting polymer.

 Minimum consistency of plugging mud must be 9 lbs/gal and with a minimum viscosity of 50 sec/qt. Fresh water is to be utilized for mixing mud.
 - 7. Following the placement of a cement plug, the withdrawl rate for at least the length of the cement plug shall not exceed 30 ft/min, in order to minimize the contamination of the plug.

- 8. Within 30 days after plugging work is completed, file a Sundry Notice (Subsequent Report of Abandonment, Form 3160-5), in quintuplicate with Area Manager, Bureau of Land Management, 1235 La Plata Highway, Farmington, NM 87401. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. Show date well was plugged.
- 9. All permanently abandoned wells are to be marked with a regulation marker (4" pipe extending 4' above the ground line) containing the information as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10. After plugging work is completed the surface is to be rehabilitated in accord with instructions from the Fluids Surface Management Section of the Farmington Resource Area Office.

All above are minimum requirements. The period of liability under the bond of record will not be terminated until the lease is inspected and surface work approved.

Please advise this office when the well location is ready for final inspection.

Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1.

You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.