Form 3160- (November (Formerly 9	1983)		_		SUBMIT IN TRI (Other instruction verse side)	DS OD Te	Expires 5. LEASE DESIG	August 31,	1985
(Do	SUN not use this	DRY NO	TICES AND	REPORTS			SF-0803 6. IP INDIAN, 1		BERN BEIST
OIL C		OTHER			NECEIV	ED	7. UNIT AGREE!	EKAN THEM	
Southland Royalty Company Southland Royalty Company ANDREAU OF LAND ACTION							Santa Fe "G" 9. WELL NO.		
Southland Royalty Company 3. APDRESS OF OPERATOR P. O. Drawer 570, Farmington, New Mexico 8/4990N RECOMPANY 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements URCE AREA 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements URCE AREA 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements URCE AREA (M) 790' FSL & 790' FWL							10. FIRLD AND POOL, OR WILDCAT KUTZ Gallup 11. SBC., T., E., M., OR BLK. AND SURVEY OR ARRA		
14. PERMIT N	0.		15. ELEVATION	6105' GL	', RT. GR, etc.)		Section 12. COUNTY OR San Jua	1	R11W Mexico
16.				x To Indicate N	lature of Notice, Rep	ort, or Oth	er Data		
FRACTUR	TER SHUT-OF E TREAT R ACIDIZE	PTICE OF INT	PULL OR ALTER C MULTIPLE COMPI ABANDON* CHANGE PLANS		WATER SHUT-OFF FRACTURE TREATM SHOOTING OR ACID (Other) (NOTE: Rep	ENT DIZING DET CONNECTE OF	ALTE	LIRING WELL RING CASING DONMENT*	
SOUTHL	this work.) * AND ROY	ALTY COM	PANY propo		t details, and give pertinions and measured and constant of the second s	rue vertican o	eptus for all i	narkers and :	ones perti-
2) T	OOH with	rods,	pump and 2-	-3/8" produ	ction tubing.	LD tubi	ng and ro	ods.	
3) S	pot 100	plug i	nside and o	outside cas	ing at top of t	the Clif	f House a	at 2785'	
4) S	pot 100	plug i	nside and o	outside cas	ing at top of t	the Ojo	Alamo at	700'.	
5) S	pot 100	plug i	nside and o	outside cas	ing at surface	casing	shoe a k f	を	VED
					l dry hole mark		-	AME	
я. I hereby o	ertify that th	e foregoing i	s true and correct		FEB 1	1 3	Fu AA	MILLER REA MAI	1986 Vella NBACH NAGER
SIGNED _	D6	Ham	<u> </u>	TITLE P	etroleum Engine	er	DATE	1-17-86	
APPROVE	e for Federa D BY NS OF APP			TITLE			DATE		

Title 18 U.S.C. Section 1001, makes it a crime for any personation of an willfully to make to any department or agency of the United States any (alse, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*See Instructions on Reverse Side

BUREAU OF LAND MANAGEMENT Drawer 600 Farmington, New Mexico 87499-00600

Attachment to Notice of

Re: Permanent Abandonment

Intention to Abandon

Well: 2 Santa Fe "4"

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal Leases."
- 2. The Farmington office (telephone (505) 325-4572) is to be notified in sufficient time for a representative to witness all plugging operations.
- 3. Blowout prevention equipment is required.
- 4. In addition to normal filling of pits and cleanup of location, additional surface restoration work <u>may</u> be required, i.e. ripping of pad and/or access road, reseeding, etc. We have asked the Surface Management Agency for the surface restoration requirements for this well and we should be able to furnish you these requirements within 30 days. After plugging the well and before making final clean-up, you should contact this office unless you have already been advised as to what additional surface restoration work is required.
- 5. The following modifications to your plugging program are to be made (when applicable):

Add the following dement plugs.

- 1. 5510' to 5410' (top of Gallup.).
- 2. 3470' to 3370' inside and outside of Casing.
 - 3. The plug in item 3 will be sufficient to cover the top of the chacra.
- 4. 1960' to 1800' inside and outside of clasing (top of Pictured Ciffs.)
- 5. Plug in item 4 to be run from 848' to 645' (to dover the ojo Alamo.

Office Hours: 7:30 A.M. to 4:15 P.M.

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL LEASES FARMINGTON DISTRICT

- 1. Secure prior approval 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.
- 3. A proper tank or pit will be used to contain all fluids pumped from the well during plugging operations.
- 4. All cement plugs are to be placed through tubing (or drillpipe) and shall be a minimum of 25 sacks or 100 feet in length, whichever is greater.
- 5. Any cement plug placed when well is not full of fluid, or when well may be taking fluid, will be touched after cement has set to verify proper location.
- 6. Mud must be placed between plugs. Minimum consistency of plugging mud must be 9.2 lbs/gal. Brine is to be utilized for mixing mud where possible.
 - 7. Within 15 days after plugging work is completed, file Subsequent Report of Abandonment, form 9-331, in quintuplicate with District Supervisor, U.S.G.S., Drawer 600, Farmington, New Mexico 87499-00600. 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.
- 8. All permanently abandoned wells are to be marked with a permanent monument, on which has been stenciled or beaded the well name, well number, and well location by quarter-quarter, section, township, and range. The monument is to be of steel pipe, not less than four inches in diameter, cemented permanently in the ground, and extending four feet above general ground level. The top should be closed with a screw cap, welding, or a cement plug.
- 9. After plugging work is completed:
 - a. Fill all pits, rat hole and cellar.
 - b. Clean well location of all equipment, concrete bases, pipe, junk and trash.
 - c. Cut or remove tie downs.
 - d. If last well on lease, and no additional drilling is contemplated, fill tank battery pits, remove battery equipment, and clean and level battery location
 - e. Accomplish surface restoration as specified by the surface management agency or land owner.

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

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