(Formerly 9-331) DEPARTME	NITED STATES INT OF THE INTERIC	SUBMIT IN TRIPLICATES (Other Instructions on re )R verse side)	5. LEARE PERIGNATION AND BERIAL PO-
SUNDRY NOTICE	ES AND REPORTS O  to drill or to deepen or plug ba- plus PERMIT—" for such pro plus permit—" for such pro	ck to a different reservoir.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
1.	OIL CAS V		
Z. NAME OF OPERATOR			
DUGAN PRODUCTION CORP.			Thomas Jefferson
D.O. Doy 5020 Enyminaton NM 07/100 5020			9. WHELE NO.
P.O. Box 5820, Farmington, NM 87499-5820  LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*			10. FIELD AND POOL, OR WILDCAT
See also space 17 below.) At surface  900' FSL & 790' FWL			WAW FR PC 11. BEC. T. R. M., OR RCK. AND SURVEY OF AREA
PERMIT NO.   15. ELEVATIONS (Show whether DF, RT, GR, etc.)			Sec. 34, T27N, R13W, NMPM
	6187! GR		San Juan NM
16. Chark Appro	priete Box To Indicate Na	ture of Notice, Report, or C	Other Data
NOTICE OF INTENTION			JENT EMPORT OF:
	OR ALTER CASING -	WATER SHUT-OFF	REPAIRING WELL
	CIPLE COMPLETE	FRACTURE TREATMENT	ALTERING CASING
SHOOT OR ACIDIZE ABAN	NOD *	SHOOTING OR ACIDIZING	ABANDONMENT*
	(Nork: Report cesults of multipie completion on Well		
(Other) 17. DESCRIBE PROPOSED OR COMPLETED OPERATION	ons (Clearly state all pertinent	details, and give pertinent dates,	etion Report and Log form.) including estimated date of starting any
Plan to plug & abandon t			il depths for all markers and sones pertt-
1.) Fill 2-7/8" tubing	with cement.		
2.) Install dry hole m	arker.		IVEM
3.) Restore location.	3.) Restore location.		ECEIVED
23 AM II: 10 N. RESOURCE AREA TOK. KEW PEXICO			FEB2 3 1989 OIL CON. DIV DIST. 3
83 Jan Parming	SEE CONDITI	ATTACHED FOR ONS OF APPROVAL	
3. I hereby certify that the foregoing is true	and correct		APPROVED
SIGNED Laste		Geologist	1-20-89
(This space for Federal or State office use	)		FFP-1 0 1000
APPROVED BY	TITLE		DATE
CONDITIONS OF APPROVAL, IF ANY:	11100		the Kelle
4		ý	FARMINGTON RESOURCE AREA
	*See Instructions on	Reverse Side	Signature of the second

## 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: 2 Thomas Jefferson

## CONDITIONS OF APPROVAL

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

- 2. Bill Blackerd 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):

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 plug is set in open hole or squeezed into perforations. 15.6%/gal slurry lis to be used when using class B neat cement or when CaCl2 is 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.