Form approved. Budget Bureau No. 1004-0135 SUBMIT IN TRIPLICATES Expires Augus: Ji 1985 UNITED STATES Form 3160-5 5. LEASE DESIGNATION AND SESIAL NO. DEPARTMENT OF THE INTERIOR VETER LINE (November 1983) 14-20-603-2037 (Formerly 9-331) BUREAU OF LAND MANAGEMENT 3. IF INDIAN, ALLOTTEE OR TRIBE NAME SUNDRY NOTICES AND REPORTS ON WELLS Navajo (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals.) T. UNIT AGREEMENT HAME Horseshoe Gallup Unit GA**Q** WELL OTHER NAME OF OFERATOR ARCO Oil and Gas Company, Div. of <u> Horseshoe Gallup Unit</u> Atlantic Richfield Company
ADDRESS OF OPERATOR 707-17th Street 10. PIELD AND POOL, OR WILDCAT <u> Horseshoe Gallup</u> Unit " 2310' FSL & 330' FEL, Sec.25 Sec.25-31N-17W No API No. Assigned 12. COUNTY OR PARISE 13. STATE 15. SLEVATIONS (Show whether OF, RT. GR. etc.) 14. PERMIT 40. 5762' GL San Juan Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16. SCHENOTHY LEFORT OF: NOTICE OF INTENTION TO: REPAIRING WELL

CHANGE PLANS Nors: Report results of multiple completion on Wall Completion or Recompletion Report and Log form. REPAIR WELL 17 DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposes; work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and somes pertinent to this work.)

WATER SEUT-OFF

PRACTURE TREATMENT

SECOTING OR ACIDIZING

ARCO requests your permission to plug and abandon the subject well.

X

HSGU Well #123 was originally completed 6-30-59 by the El Paso Natural Gas Products Co. as an Upper and Lower Gallup producer. Production from this well declined to the point where it became uneconomical to operate, and the well was shut-in 7-31-74. At that time, this well was producing less than 2 BOPD with a very high water cut. There is presently no pumping unit on this site. We do not foresee production from this well becoming profitable again in the future and, therefore, recommend permanent plugging and abandonment.

Attached is a P&A Procedure to plug this well.

PULL OR ALTER CASING

MULTIPLE COMPLETE

ABANDON*

TEST WATER SEUT-OFF

PRACTURE TREAT

SHOUT OR ACIDISE



ALTREING CLAING

ABANDON MENT

SEP 1 3 1984

OIL CON. DIV. DIST. 3

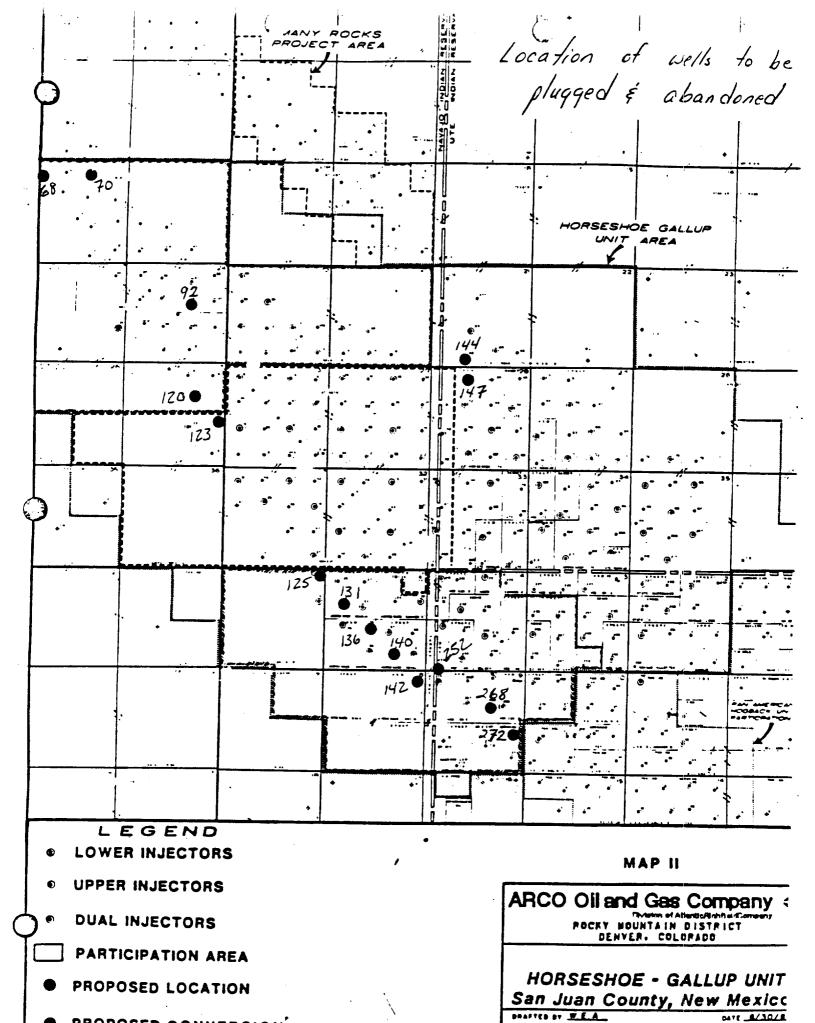
13. I hereby certify that the foregoing is true and correct	Pict	Production Sup't. August 20, .1984
(This space for Federal or State office use)	TITLE DISC.	AS AMENDED
APPROVED BY	TITLE	SEP 04 1984
		"YEN HELENIGHCH

*See Instructions on Reverse Side

Horseshoe Gallup Unit Producing Wells Plugging and Abandonment Procedure

- 1) Move pumping unit off location.
- 2) MIRU. Pull rods and downhole pumping equipment.
- 3) RIH below the bottom perforation w/tbg. open ended. Pump sufficient cement inside casing to cover top perforation by 50'.
- 4) POH w/tbg. GIH w/wireline and perforate casing 150' above top of cement. Number of shots should be sufficient to allow cement squeeze. POH w/wireline. GIH w/tbg. open ended. Squeeze cement to provide 100' plug outside casing. Leave 100' plug inside casing as well. If squeeze is unsuccessful leave a 100' plug inside casing.
- 5) POH w/tbg. GIH w/wireline and perforate casing 50' below surface casing shoe. Number of shots should be sufficient to allow cement squeeze. POH w/wireline.
- 6) RIH w/tbg. open ended and perform bradenhead squeeze through the perforations. Amount of cement should be sufficient for a 100' cement column behind the casing, and for a 100' cement plug inside the casing.
- 7) POH w/tbg. Cut casing one foot below ground level, place a 30 cement plug inside casing. Weld a blind flange to casing, and weld a dry hole marker on blind flange. Fill hole and move off.
 - 8) Rehabilitate location and access road using stipulations supplied by the Bureau of Land Management.

NOTE: BOP's will not be needed in most cases due to the very low pressure expected in the Gallup in the abandonment area. (Estimated at less than 250 - 300 psi bottom-hole) If pressure does register in any of these wells, bleed it off, install BOP's if needed, and commence with above procedure.



SCALE I" . I Mile

FILE 80

PROPOSED CONVERSION