

April 13, 2018

R-13826

Bureau of Land Management  
6251 College Blvd., Suite A  
Farmington, NM 87401

Commissioner of Public Lands  
P.O. Box 1148  
Santa Fe, NM 87501-1148

New Mexico Oil Conservation Division  
1220 S. Saint Francis Drive  
Santa Fe, NM 87505

Bureau of Indian Affairs – Navajo Region  
P.O. Box 1060  
Gallup, NM 87305

Navajo Nation Minerals Department  
P.O. Box 1910  
Window Rock, AZ 86515

**2018 PLAN OF DEVELOPMENT  
ATSA UNIT  
SAN JUAN COUNTY, NEW MEXICO**

**2018 Plan of Development and Operations:**

- A. Production History: During the Period May 1, 2017 to April 30, 2018 the Hoodoo produced 2,814 MCF and 5,519 BW
- B. Effective from May 1, 2018 through April 30, 2019.
- C. Land Program: Negotiate and finalize surface damages with the Navajo tribe. Secure right of way for natural gas and produced water pipelines. Permit and stake 5 wells in the north part of the unit.
- D. Drilling Program: Huntington Energy would like to drill 6 new wells in the Atsa Unit for the year 2018. However, until surface settlement demands, limitation of suitable well sites due to NAPI Irrigation plans for farming, archaeological sites and a gas gathering system with high gas losses can all be improved and acted upon, Huntington does not plan on drilling any new wells. If reasonable settlements are agreed upon, Huntington plans on drilling and completing five vertical Fruitland Coal tests: Two wells in Section 5, two wells in section 9 and one well in section 8. Huntington also plans on drilling and completing a salt water disposal well to the Mesaverde in Section 16.



- E. Facilities Program: Huntington plans on installing a pipeline system to carry natural gas and produced water to a production facility located on the Hoodoo #1 location
- F. Plug and Abandon: No plans to plug or abandon the Hoodoo #1, which is the only producing well in the Atsa unit.

Current well operated by Huntington Energy in Atsa Unit:

Hoodoo #1     API# 30-045-30858     NENE Sec 16-25N-13W, San Juan Co., NM  
State Lease # VA-2323, Fruitland Coal