

RECEIVED

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July 2, 2007

NMOCD
ATTN: Carl J. Chavez
1220 S. Saint Francis Drive
Santa Fe, NM 87504

RE: Monument Disposal Inc. #1 API: 30-025-37918
Unit H Sect. 35, Tws. 19 S., Rng. 36 E.
Bonding Information

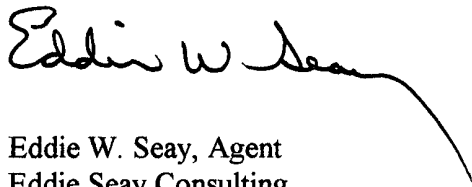
Mr. Chavez:

Find attached a bid quote to plug and abandon the Monument #1 well as you requested. I hope this will help in the review process to establish a bond for the above listed well.

Please let me know what additionally I need to help in this process.

Your consideration in this matter is appreciated. Look forward to hearing from you.

Sincerely,



Eddie W. Seay, Agent
Eddie Seay Consulting
601 W. Illinois
Hobbs, NM 88242
(505)392-2236
seay04@leaco.net

PROPOSED P&A WELLBORE SCHEMATIC AND HISTORY

COMPLETION SCHEMATIC		APINUM: 30-025-37918	
FORM	DEPTH	OPERATOR: MONUMENT DISPOSAL INC	
		LEASENAME: MONUMENT DISPOSAL	
		LOCATION: UL: H SEC: 35 TWN: 19S RNG: 36E	WELL NO 1
		2582 FNL 809 FEL	
		TD 4240 PBD KB 3651 DF	
		GL 3641	
		POOL SI DISPOSAL PERFS	
		OPEN HOLE 4351-5000	

FORMATION	DEPTH
Rustler	1093
Tansill	2450
Yates	2500
7 Rivers	2750
Queen	3258
Grayburg	3628
San Andres	4028

CASING RECORD					
	SIZE	DEPTH	CMT	HOLE SIZE	TOC
SURF.	13 3/8	364	350 sxs		CIRC
INTER	9 5/8	2809	2200 sxs	12 1/4	CIRC 400
PROD.	7	0-4319		8 3/4	
PROD.	5 1/2"	4319-4359	na		CIRC 200

* 5 1/2 Hastelloy C-276 liner

13 3/8 @ 364'

25sx PLUG

25sx PLUG

25sx PLUG

25sx PLUG

9 5/8 @ 2809'

7" 0-4319

5 1/2" 4319'-4359'

25sx PLUG

25sx PLUG

7" collar, 5 1/2 swage, 5 1/2 collar

8 3/4 HOLE

TD 5000'

Estimated top Glorieta 5500

PREPARED BY: _____

UPDATED 7/31/2006

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-37918
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name MONUMENT DISPOSAL (35738)
8. Well Number # 1
9. OGRID Number 242044
10. Pool name or Wildcat SWD;SAN ANDRES

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD	
2. Name of Operator MONUMENT DISPOSAL INC	
3. Address of Operator 1314 BRITTANY, HOBBS, NM 88240	
4. Well Location Unit Letter <u>H</u> : <u>2582</u> feet from the <u>N</u> line and <u>809</u> feet from the <u>E</u> line Section <u>35</u> Township <u>19S</u> Range <u>36E</u> NMPM LEA County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____	
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 1) Notify OCD Hobbs office at least 24 hours prior to rigging up on the well prior to commencing P&A
- 2) Pull tubing and packer
- 3) RIH with tubing, set retainer at 4260'. Pump 215 sxs cement. Cap retainer with 25 sx cement.
- 4) Load hole with 9.5 brine
- 5) Set 25 sx plug from 2860-2750 to cover 50' below/ 50' above intermediate shoe at 2809 Tag plug
- 6) Set 25 sx plug from 2500-2400 to cover base of salt.
- 7) Set 25 sx plug from 1143-1043 to cover top of salt
- 8) Set 24 sx plug from 414-314 to cover surface shoe @ 364' Tag plug
- 9) Set 60' plug at surface.
- 10) Set P&A marker

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☒ a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Eddin W. Luna TITLE Agent DATE 11/2/06

Type or print name
For State Use Only

E-mail address:

Telephone No.

APPROVED BY: _____ TITLE _____ DATE _____
Conditions of Approval (if any): _____

MAYO MARRS CASING PULLING, INC.
P.O. Box 863
Kermit, Tx. 79745
432-586-3076 - 432-586-2453(F)
05-02-07

MONUMENT DISPOSAL INC.
1314 BRITTANY
HOBBS, N.M. 88240

RE: P&A PACKAGE

Dear Mr. Seay

Mayo Marrs Casing Pulling Inc. would like to submit an offer to P & A as follows:

MONUMENT DISPOSAL # 1 \$ 22,320.00
(ALL SALVAGE RETAINED BY WARREN)

PROCEDURE:

1. MIRU - MOVE IN STEEL PIT-
2. NUBOP - POOH WITH PACKER & TUBING
3. SET CICR @ 4260' - CIRCULATE 10# MUD -
4. SQUEEZE 215 SXS BELOW & SPOT 25 SXS ON TOP OF RETAINER - POOH
5. SPOT 25 SXS @ 2860'-2750' - WOC & TAG
6. SPOT 25 SXS @ 2500'-2400' - POOH
7. SPOT 25 SXS @ 1143'-1043' - POOH
8. SPOT 25 SXS @ 414'-314' - WOC & TAG
9. SPOT 20 SXS @ 60' TO SURFACE- CUT OFF WELLHEAD, ANCHORS, EMPTY PIT, COVER CELLAR, & MOVE OUT

BID INCLUDES ONLY THE PROCEDURES AS STATED. ANY CHANGES MADE BY MONUMENT OR THE NMOCD WILL BE CHARGED AT CURRENT PRICE RATES.

LAND RECLAMATION IS NOT INCLUDED IN THIS BID.
DISPOSAL OF FLUID IS RESPONSIBILITY OF MONUMNET.
A RESPONSIBILITY SHEET IS ATTACHED.

SINCERELY,



RICKEY SMITH