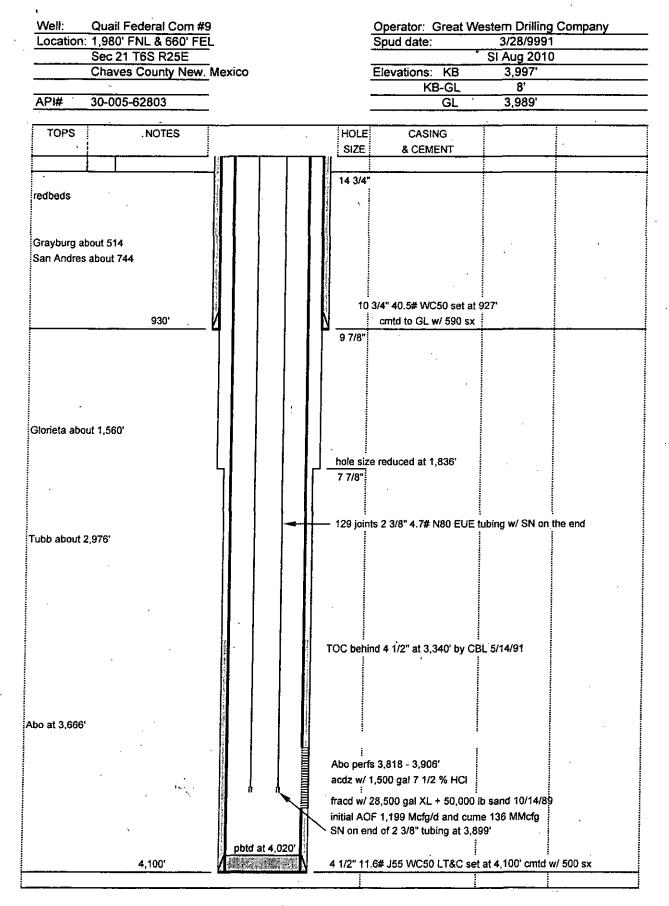
NMOCD						
	UNITED STATES UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT			FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010 5. Lease Serial No.		
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.				NM-15862 6. If Indian, Allottec or Tribe Name		
SUBMIT IN TRIPLICATE – Other instructions on page 2.				7. If Unit of CA/Agreen NM NM 85328	7. If Unit of CA/Agreement, Name and/or No. NM NM 85328	
1. Type of Well □ Oil Well ☑ Oil Well ☑ Other				8. Well Name and No. Quail Federal Com #9	8. Well Name and No. Quail Federal Com #9	
2. Name of Operator Great Western Drilling Company				9. API Well No. 30-005-62803	· · · · · · · · · · · · · · · · · · ·	
3a. Address 3b. Phone No. (include area code)			10. Field and Pool or Exploratory Area			
P. O. Box 1659, Midland, Texas 79707 (432)682-5241			Pecos Slope Abo			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1,980' FNL & 660' FEL, Sec. 21, T-6-S, R-25-E (SE 1/4, NE 1/4) (Unit H)			11. Country or Parish, State Chaves, New Mexico			
1, SOU FNL & BOU FEL, SUC 21, 1-8-5, R-25-E (SE 1/4, NE 1/4) (UNIX H) 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTIC						
	K THE APPROPRIATE BO	DX(ES) TO INDICATE NA			CDATA	
TYPE OF SUBMISSION						
Notice of Intent	Acidize	Deepen Fracture Treat		uction (Start/Resume) amation	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	New Constructio		omplete	Other	
Final Abandonment Notice	Change Plans				\	
testing has been completed. Final A determined that the site is ready for Fill casing with mud consisting of 25 Set a. 20. sack class C cement plug 3 Cut the 4 1/2" production casing at 3 Set a 150 sack class C cement plug Set a 150 sack class C cement plug Set a 45 sack clall C cement plug fro Cut off the well head and erect a surf	final inspection.) Ib/bbl salt gel in 10# brine, 500' to 3,800'. Set CO ,300' and pull it from the hi 1,400' to 1,600', and tag. 780' to 980', and tag. m the surface to 60'.	A-nerd Suk			mpleted and the operator has	
Accepted for record	NM OIL CONSERVATION ARTESIA DISTRICT FEB 0 8 2016 LKTC			ATTACHED FOR DITIONS OF APPROVAL plug needed + Ovanges		
NMOCD MUD_2/9/2011	RECI	EIVED				
14. I hereby certify that the fbregbing is true Name (Printed/Typed)	BILLINGSLEY	Title	Sr. AI	ea Engin	eer	
signature any N.Billingolay Date 1/11/2016 1/1/2 RINIFA						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by	· · · · · · · · · · · · · · · · · · ·	Title		JAN	2-8/2016	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would office UREAU OF LAND MANAGEMENT CAPIED AD LET DOFFICE						
Title 18 U.S.C. Section 1001 and Title 43 U fictitious or fraudulent statements or represe			gly and willfully to	make to any department or	agency of the United States apyfalse,	
(Instructions on page 2)						

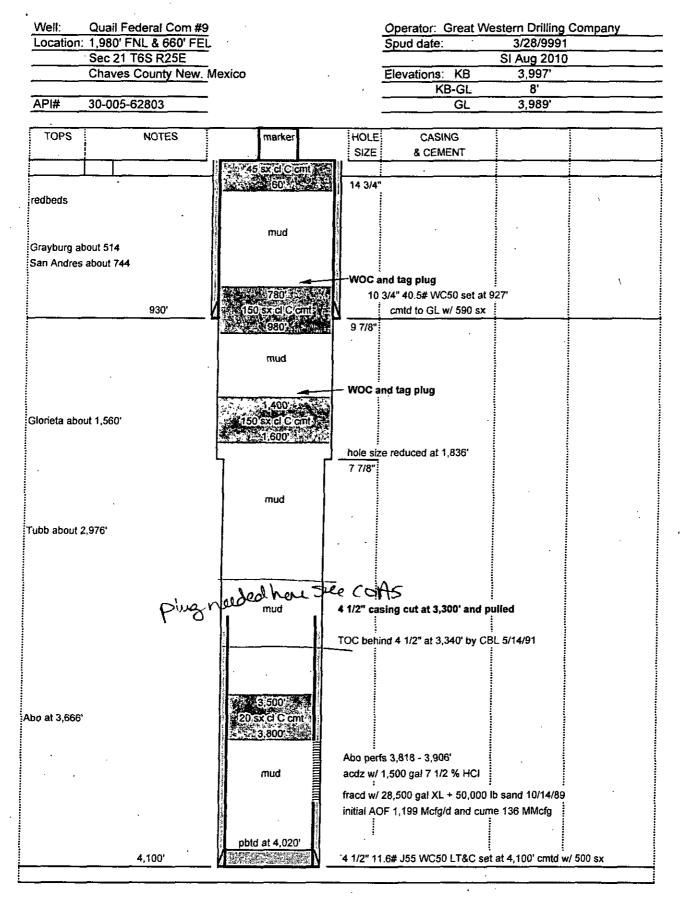
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Quail Federal Com #9



prepared by L. M. Cure 16 Jun 15

Quail Fed Com #9 planned P&A



prepared by L. M. Cure 17 Jun 17

Cure Consulting, Inc.

QUAIL FEDERAL COM #9

PROCEDURE TO PLUG AND ABANDON

The Quail Federal Com #9 was drilled and completed in 1991 with 10 3/4" surface casing set at 927' and 4 $\frac{1}{2}$ " production casing set at 4,100'. The surface casing was cemented to surface and the production casing was cemented back to 3,340'. The 4 $\frac{1}{2}$ " casing was perforated opposite the lower Abo 3,818 – 3,906' and the well was fracd. The well has cumed 136 Mcfg and has not produced since August 2010.

The well is located SE-NE section 21 T6S R25E in Chaves County, New Mexico. Road directions from a point 28 miles north of Roswell on highway 285 and CR C-38A (Dona Ana Road) at milepost 139.5. Turn off Hwy 285 right and go east on CR C-38A 7.90 miles to a fork. Angle left at the fork and go northeast 2.48 miles to a pipeline crossing. Turn off right and follow the pipeline road southeast 3.46 miles. Turn left and go east 0.50 miles. Turn right and go 1.64 miles south-southwest to a north-south road. Turn left and go south 0.32 miles to a cattle guard. Cross the cattle guard and bear to the right and go 0.14 miles to a fork. Turn right and go west 0.27 miles to the Quail Federal #2 well. Continue west 0.11 miles to a cattle guard and then turn left and go southwest 0.42 miles to Quail Federal #3. Continue southwest 0.10 miles and to a dead "T", turn right and go west-northwest 0.95 miles. Turn off left and go 0.50 miles and to the location.

TUBULAR SPECIFICATIONS

10 3/4" 40.5# WC50ID 10.05" burst ±1,500 psicapacity4.121 gal/ft4 1/2"11.6# JID 4.892" burst 5,350 psicapacity0.976 gal/ft2 3/8"4.7# JID 1.995" burst 7,700 psicapacity0.162 gal/ft4 1/2" x 2 3/8" annuluscapacity0.423 gal/ft

PROCEDURE

- 1. Notify the BLM of the plugging operation.
- 2. MIRU a well service unit with a mast capacity of at least 100,000 lb. mast capacity and auxiliary equipment:
 - BOP at least 2M rated
 - pump with at least 75 HP and 100 GPM capacity
 - one steel pit with 250 bbls capacity
 - a centrifugal pump and mixing hopper
- 3. Mix a pit of mud consisting of 10# brine with 25 lbs/bbl salt gel. NU a return line from the 2 3/8" x 4½" annulus to the steel working pit. Circulate the well full of mud (±100 bbl).
- 4. Drop a standing valve and pressure test the tubing to 500 psi. Fish the standing valve with the sand line. If the tubing will not test, trip the tubing to eliminate the leakage.
- 5. NU a BOP at least 2M rated. RU a well plugging contractor.
- 6. Swing the end of the tubing at 3,800' (just above the perfs) and spot a balanced cement plug from 3,800' back to 3,500' with 20 sacks of class C cement. POH.
- 7. Close the BOP and pressure test the $4 \frac{1}{2}$ " casing to 500 psi.
- 8. RU wire line and cut the 4 $\frac{1}{2}$ " casing at $\pm 3,300$ ".
- 9. Pull and lay out the 4 1/2" casing.
- 10. RIH with the end of the tubing to just below 1,600' and spot a balanced cement plug from ≥1,600' back to ±1,400' with 150 sacks of class C cement = 2% CaCl₂. POH and WOC until the surface sample is firm.
- 11. RIH and tag the top of the cement plug near 1,400'.

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- 12. RIH with the end of the tubing to just below 980' and spot a balanced cement plug from ≥980' back to ±780' with 150 sacks of class C cement + 2% CaCl₂. POH and WOC until the surface sample is firm.
- 13. RIH and tag the cement plug near 780'.
- 14. RIH with the end of the tubing to just below 60' and circulate cement to the surface with 45 sacks of class C cement.
- 15. RDMO well service unit and equipment.
- 16. Use a welder to cut off the casings and weld a cap plate and erect a dry hole surface marker.
- 17. Clean the location. Rip the location road and access road and seed per BLM specifications.

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Quail Federal Com 9 30-005-62803 Great Western Drilling Company January 28, 2016 Conditions of Approval

- 1. Operator shall place CIBP at 3,768' (50'-100' above top most perf) and place 20sx of Class C cement on top. WOC and TAG a minimum of 3,500' to seal the top of the Abo formation.
- 2. Operator is approved to pull casing at 3,300'. Operator shall place Class C cement plug at 3,370' (70' below the cut casing) 3,230' (70' above cut casing). WOC and TAG required.
- **3.** Operator shall place a balanced Class C cement plug from 1,600'-1,400' to seal the top of the Yates as proposed.
- 4. Operator shall place a balanced Class C cement plug from 980'-780' to seal the surface casing stub. WOC and TAG required.
- 5. Operator shall place a balanced Class C cement plug from 60'- surface as proposed

6. See Attached for general plugging stipulations.

JAM 012016

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within ninety (90) days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90th day provide the BLM Roswell Field Office (RFO), prior to the 90th day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action. Unless the well has been properly plugged, the rig shall not be removed from over the hole without prior approval.

2. <u>Notification</u>: Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.

3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.

4. <u>Mud Requirement</u>: Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. <u>Cement Requirement:</u> Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

6. <u>Monument:</u> Upon abandonment of the well, all casing shall be cut-off at the base of the cellar or 3-feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).

7. <u>Subsequent Plugging Reporting</u>: Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. 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. <u>Show date well was plugged</u>.

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.