Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018
Lease Serial No.

SUNDRY I Do not use thi abandoned wel	IMM	Senal No. NM03927 lian, Allottee or T	Tribe Name						
, SUBMIT IN 1	7. If Un	7. If Unit or CA/Agreement, Name and/or No.							
Type of Well Gas Well □ Oth		8. Well Name and No. DRICKEY QUEEN SAND UNIT 14.							
2. Name of Operator REMNANT OIL OPERATING,	9. API \ 30-0	Well No. 105-00897							
3a. Address P.O. BOX 5375 MIDLAND, TX 79704		3b. Phone No Ph: 432-66	(include area code) 4-7659		10. Field and Pool or Exploratory Area CAPROCK-QUEEN				
4. Location of Well (Footage, Sec., T. Sec 33 T13S R31E SWSE 660		11. County or Parish, State CHAVES COUNTY COUNTY, NM							
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA									
TYPE OF SUBMISSION TYPE OF ACTION									
☑ Notice of Intent ☐ Acidize		□ Dee		☐ Production (Start/Resume) ☐ Reclamation		Water Shut-Off			
☐ Subsequent Report	☐ Alter Casing ☐ Casing Repair		- ,			☐ Well Integrity ☐ Other			
☐ Final Abandonment Notice	Change Plans	_		☐ Recomplete ☐ Temporarily Aba	ındon	_ ·			
_ / mar / tourisconnent / tottee	Convert to Injection			☐ Water Disposal	•				
following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. REMNANT OIL OPERATING IS PLANNING ON PLUGGING THE DRICKEY QUEEN SAND UNIT #14 PENDING BLM APPROVAL. PLEASE FIND ATTACHED A "CURRENT WELLBORE DIAGRAM" AS WELL AS A "PROPOSED" POST P&A WELLBORE DIAGRAM. THIS WELL WILL BE PLUGGED IN ACCORDANCE WITH THE BUREAU OF LAND MANAGEMENT'S "PERMANENT ABANDONMENT OF FEDERAL WELLS:CONDITIONS OF APPROVAL"									
Accepted for record • NI	SEE ATTACHED FOR			•					
Accepted for record . NI	CONDITIONS OF APPROVAL								
	OCT 0 1-2018								
	DISTRICT II-ARTESIA O.C.D.								
14. I hereby certify that the foregoing is Name (Printed/Typed) CARIE ST	Electronic Submission # For REMNANT Committed to AFMSS for	OIL OPERATION	NG, LLC, sent to/ JENNIFER SAN	the Roswell	, /	or //			
	•	(PPROVED)							
Signature (Electronic S			Date 09/25/2			- 			
	THIS SPACE FO	JR FEDERA	LORSIATE	<u> </u>	3/2018 /	11/2			
Approved By			Title	/ SEI Z	1 2010	Pate			
Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to conduct the applicant the ap	Office	PURE AU OF LAND CARLSS-AD F	MAMADINEN CD OF CD	M NA					
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations as	crime for any pe s to any matter w	erson knowingly and ithin its jurisdiction	willfully to make to any	department or a	ged cy of the United			

Remnant Oil Operating

Current Wellbore Diagram

FIELD:

Caprock

LEASE/UNIT:

COUNTY:

Drickey Queen Sand Unit

Chaves

DATE:

17-Sep-18

WELL: 14

STATE: **New Mexico**

Location: 660' FSL & 1980' FEL, Sec 330, T13S, R31E

SPUD: 4/55 COMP: 4/55

CURRENT STATUS: TA'D

KB = 4195'

GL = 4185'

API = 30-005-00897

Original Well Name: Government C #8

8-5/8" 17.3# @ 173' w/125 sx; calc'd TOC at surface

Calc'd TOC @ 1453'

TOC at 2704'.

CIBP at 2743', cap w/35' cement

5-1/2" 14# @ 2793' w/300 sx

Top of Queen @ 2796':

Queen Open Hole: 2796' - 2813'

PBTD - 2813' TD - 2813'

Remnant Oil Operating **Proposed P&A Wellbore**

FIELD:

Caprock

Drickey Queen Sand Unit

DATE:

17-Sep-18

LEASE/UNIT: COUNTY:

Chaves

WELL:

STATE: **New Mexico**

Location: 660' FSL & 1980' FEL, Sec 33O, T13S, R31E

SPUD: 4/55 COMP: 4/55

CURRENT STATUS: TA'D

KB = 4195'

GL = 4185'

API = 30-005-00897

Original Well Name: Government C #8

8-5/8" 17.3# @ 173' w/125 sx; calc'd TOC at surface

Perf & pump cmt plug from 200' to surface

25 sx cmt plug @ 800' \

SEE ATTACHED FOR CONDITIONS OF APPROVAL

Calc'd TOC @ 1453'

Perf & Sqz 40 sx cmt @ 1453' Plus from 1,453'- 1,250'

Pug from 7,400'-1,800'.

TAG

TOC at 2704'.

CIBP at 2743', cap w/35' cement 5-1/2" 14# @ 2793' w/300 sx

Top of Queen @ 2796':

Queen Open Hole: 2796' - 2813'

PBTD - 2813' TD - 2813'

Drickey Queen Sand Unit 14 30-005-00897 Remnant Oil Operating, LLC September 26, 2018 Conditions of Approval

- 1. Operator shall Tag TOC at 2704'.
- 2. Operator shall place a balanced Class C cement plug from 2,100'-1800' to seal the top of the Yates Formation and bottom of Salt Formation. WOC and TAG.
- 3. Operator shall perf and squeeze at 1,453' as proposed. Operator shall place a balanced Class C cement plug from 1,453'-1,250' to seal the top of the Salt Formation. WOC and TAG.
- 4. Operator shall set a 25sx balanced Class C plug at 800' as proposed.
- 5. Operator shall perf and squeeze at 223' bringing cement to surface to ensure there is a plug 50' below and 50' above the surface casing shoe.
- 6. See Attached for general plugging stipulations.

JAM 092618

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 W. Second Street Roswell, New Mexico 88201 575-627-0272

General Requirements for Plug Backs

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 <u>ninety (90)</u> days from this approval.

If you are unable to plug back the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged back. Failure to do so will result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. Call 575-627-0205.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** 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 are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. Before pumping cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

- 6. <u>Subsequent Plug back Reporting:</u> Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back 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 work was completed.</u>
- 7. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.