Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTÉRIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED OMB No. 1004-0137

KECEIVED

Expires: July 31, 2010

AUG 1 9 2015

5. Lease Serial No.

6. If Indian, Allottee or Tribe Name

Contract 147

	e this form for proposals I well. Use Form 3160-3 (A	Jicarilla Apadae of Land Managemen					
Si	UBMIT IN TRIPLICATE - Other ins	7. If Unit of CA/Agreement, Name and/or No.					
1. Type of Well				1			
Oil Well			8. Well Name and No.				
				AXI Apache J #21			
2. Name of Operator				9. API Well No.			
ConocoPhillips Company				30-039-20437			
3a. Address	3b. Phone No. (include area co		10. Field and Pool or Explorate	ory Area			
PO Box 4289, Farmington, NM 87499		(505) 326-9700		Otero Cha	acra / Mesa Verde		
4. Location of Well (Footage, Sec., T.,R,M., or Survey Description)				11. Country or Parish, State			
UL I (NESE), 1850' FSL & 790' FEL, Section 5, T25N, R5W			V	Rio Arriba	, New Mexico		
					8		
12. CHECK	THE APPROPRIATE BOX(ES)	TO INDICATE NATURE	OF NO	TICE, REPORT OR OTH	ER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION						
X Notice of Intent	Acidize	Deepen	P	Production (Start/Resume)	Water Shut-Off		
	Alter Casing	Fracture Treat	R	Reclamation	Well Integrity		
Subsequent Report	X Casing Repair	New Construction	R	Recomplete	Other		
	Change Plans	Plug and Abandon	T	emporarily Abandon			
Final Abandonment Notice	Convert to Injection	Plug Back	□ w	Vater Disposal			
13. Describe Proposed or Completed Op	peration: Clearly state all pertinent deta	ails, including estimated starting	date of ar	ny proposed work and approxim	ate duration thereof		
	onally or recomplete horizontally, give						
	work will be performed or provide the E						
	red operations. If the operation results						
	Abandonment Notices must be filed of	only after all requirements, includ	ing recla	mation, have been completed ar	nd the operator has		
determined that the site is ready for	r final inspection.)						
On July 13, ConocoPhillir	os gave the BLM and OCD no	otice that we suspected	a casi	ng leak on this well At	ttached are the plans to		

isolate the leak if there is one and remediate. Once the work is completed we will return this well to production.

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

Notify NMOCD 24 hrs prior to beginning operations SEE ATTACHED FOR CONDITIONS OF APPROVAL OIL CONS. DIV DIST. 3

AUG 24 2015

				200			
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Patsy Clugston	Staff Regulatory Technician						
Signature Latsy Clust	8/18/2015 Date						
THIS SPACE FOR FEL	DERAL OR	STATE OF	FICE USE				
Approved by							
Abdelgadir Elmadan,			PE	Date	08/20/15		
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			EED				
entitle the applicant to conduct operations thereon.			110				
Title 18 II S C Section 1001 and Title 43 II S C Section 1212 make it a crime for any	nercon knowing	rly and willfull	u to make to envi deportm	ant or aganay of the	United States any		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

4 1

ConocoPhillips AXI APACHE J 21

Expense - Repair Casing

Lat 36° 25' 36.26" N

Long 107° 22' 34.068" W

PROCEDURE

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM, and COPC safety and environmental regulations. Test rig anchors prior to moving in rig.
- 2. MIRU workover rig. Check casing, tubing, and bradenhead pressures and record them in Wellview. If there is pressure on the BH, contact Wells Engineer.
- 3. Remove existing plping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well with 2% KCl as necessary. Ensure well is dead or on vacuum.
- 4. ND wellhead and NU BOPE. Pressure and function test BOP to 250 psi low and 1,000 psi over SICP high to a maximum of 2,000 psi held and charted for 10 minutes as per COPC Well Control Manual. PU and remove tubing hanger and tag for fill, adding additional joints as needed. Record pressure test and fill depth in Wellview.
- 5. RU Tuboscope Unit to inspect tubing. TOOH with tubing (per pertinent data sheet). LD and replace any bad joints and record findings in Wellview. Make note of corrosion, scale, or paraffin and save a sample to give to CIC/engineering for further analysis.
- 6. PU 4-3/4" string mill and bit and CO to PBTD at 5,275' (last recorded run depth above fish) using the air package. TOOH. LD mill and bit. If fill could not be CO to PBTD, call Wells Engineer to inform how much fill was left and confirm/adjust landing depth.
- 7. Note: abnormal water influx into the well occurred, source is unknown suspected casing leak. PU packer and retrievable bridge plug on tubing. Locate casing leak using packers. After casing leak(s) is located, discuss with engineer and determine depth to set CBP and run casing integrity log and CBL from below the casing leak to surface. Squeeze cement as discussed with engineer. WOC. Drill out cement but not the CBP. Pressure test casing to 560 psi. Contact engineer with results and discuss plan forward. If test passes, pressure test the wellbore to 560 psig for 30 minutes on a 2 hour chart with 1000# spring, then mill out CBP.
- 8. TIH with tubing using Tubing Drift Procedure. (detail below).

Tubing Wt/Grade: 4.7 ppf, J-55

Tubing Drift ID: 1.901"

Land Tubing At: 5,092"

KB: 12'

Tubing and BHA Description

1 2-3/8" Exp. Check

1.78" ID "F" Nipple
full jt 2-3/8" tubing
pup joint (2' or 4')
+/-160 jts 2-3/8" tubing
As Needed pup joints for spacing

9. Ensure barriers are holding. ND BOPE, NU Wellhead. Pressure test tubing slowly with an air package as follows: pump 3 bbls pad, drop steel ball, pressure tubing up to 500 psi, and bypass air. Monitor pressure for 15 mins., then complete the operation by pumping off the expendable check. Note in Wellview the pressure in which the check pumped off. Purge air as necessary. Notify the MSO that the well is ready to be turned over to Production Operations. RDMO.

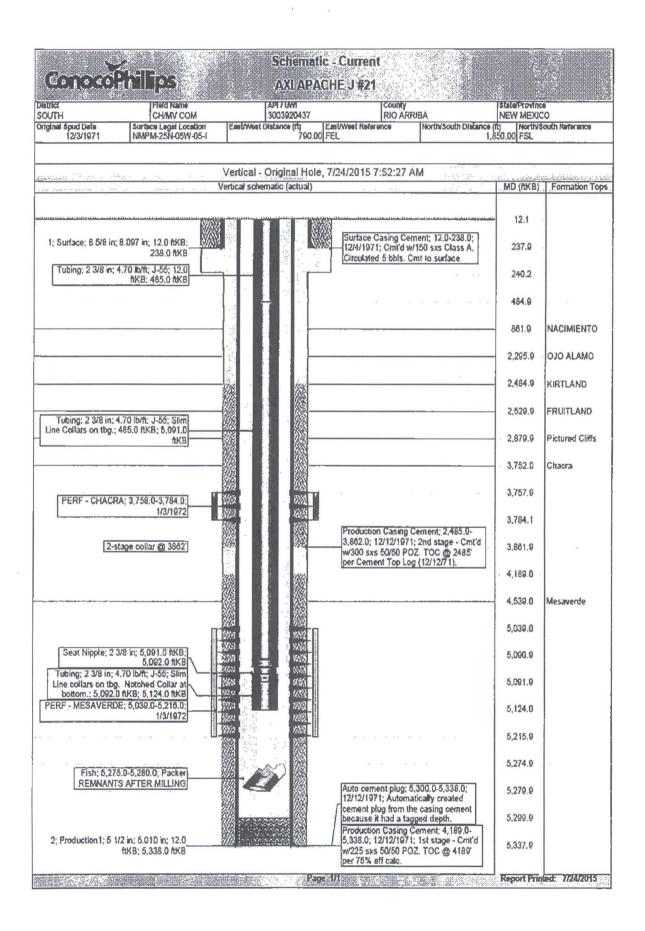
1 full it 2-3/8" tubing

Tubing Drift Procedure

PROCEDURE

- 1. Set flow control in tubing. With air, on location, use expendable check. With no air on location, use wire line plug.
- 2. RU drift tool to a minimum 70' line. Drift tool will have an OD of at least the API drift specification of the drift diameter of the tubing to be drifted, and will be at least 15" long. The tool will not weigh more than 10# and will have an ID bore the length of the tool, so fluids may be pumped through the tool if it becomes stuck.
- 3. Drop the tool into the tubing string and retrieve it after every 2 joints of tubing ran in hole. If any resistance to the tool movement is noticed, going in or out, that joint will be replaced.

NOTE: All equipment must be kept clean and free of debris. The drift tool will be measured with calipers before each job, to ensure the OD is the correct size for the tubing being checked. The maximum allowable wear of the tool is 0.003".



BLM CONDITION OF APPROVAL

CASING REPAIR, WORKOVER AND RECOMPLETION OPERATIONS:

- 1. If casing repair operations are needed, obtain prior approval from this office before commencing repairs. If a CBL or other logs are run, provide this office with a copy.
- 2. After any casing repair operations, test cement squeeze to a minimum of 500# for 30 minutes with no more than 10 % pressure fall off in the 30 minute test period. Provide test chart with your subsequent report of operations
- 3. A properly functioning BOP and related equipment must be installed prior to commencing workover, casing repair, and/or recompletion operations.
- 4. Contact this office at (505) 564-7750 prior to conducting any cementing operations

SPECIAL STIPULATIONS:

- 1. Pits will be fenced during work-over operation.
- 2. All disturbance will be kept on existing pad.
- 3. All pits will be pulled and closed immediately upon completion of the recompletion and work-over activities.
- 4. Pits will be lined with an impervious material at least 12 mils thick.