Form 3160- 5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD Artesia

FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

BUREAU OF LAND MANAGEMENT				5. Lease Serial No.			
bosonito de presentati i tomante				LC-060904			
SUNDRY NOTICES AND REPORTS ON WELLS				6. If Indian, Allottee, or Tribe Name			
Do not use this form for proposals to drill or to re-enter an							
abandoned well, Use Form 3160-3 (APD) for such proposals.					•		
availabled Well, Ose Form \$100-5 (All D) for Such proposition					7. If Unit or CA/Agreement Name and/or No.		
SUBMIT IN TRIPLICATE - Other Instructions on page 2.					conent runic a	REGITAL.	
Type of Well Gas Well Other Other					8. Well Name and No.		
2. N					WLH G4S Unit No. 40		
2. Name of Operator Engage Operating LLC				30-015-37024			
Enervest Operating, LLC 3a. Address 3b. Phone No. (include area code)				10. Field and Pool, or Exploratory Area			
1001 Fannin St., Suite 800 Houston, TX 77002-6707 713-659-3500				Loco Hills; QU-GB-SA			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec. 12, T18S, R29E 2626' FSL and 1330' FWL (UL K)					Eddy County, NM		
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR O					OTHER DATA		
TYPE OF SUBMISSION		Т	PE OF ACTION				
X Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Si	hut-Off	
Notice of them		•		•	<u>-</u>		
	Alter Casing	Fracture Treat	Reclamatio	n	Well Int	egrity	
Subsequent Report	Casing Repair	New Construction	Recomplete	•	Other		
	Change Plans X	Plug and Abandon	Temporari	y Abandon			
[] [] A			Water Disp				
Final Abandonment Notice 13. Describe Proposed or Completed	Convert to Injection	Plug Back	<u> </u>		d work and an	neovimete duration il	
 Notify BLM Carlsbad Field MIRU, Install BOP Pull tubing RIH, set CIBP @ 2590', circ Mix and pump 25 sx cement Mix and pump 25 sx cement Mix and pump 7 sx cement ND cementing valves and cu Install P&A marker to comp RD, MOL and cut off anchor 	t off wellhead. Verify cement to ply with regulations. ors. Restore location per BLM st	peginning plugging of 25 feet cement of 0 1000 + 169 ag surface on all string ipulations.	n CIBP SEE A s CONE	ATTACHED OITIONS OF	APPRO	ONSERVATION:	
Note: This process will be closed loop. All cement is Class C "Neat", 14.8 lb/gal., 13.2 cu ft/sk. See attached wellbore diagrams						IA DISTRICT	
Below ground le	evel abandon ment	nacker real	viced)Er	1 3 2016	
14.					RE(CEIVED	
Shell	y Doescher	Title		Agen	t	ord	
Signature Hoost	Date		August 15	Hed for	record		
	THIS SPACE FOR	FEDERAL OR STA	ATE OFFICE US	E ACC	KUMIN	-	
Approved by		Title	Eng		DRUG	6/16	
Conditions of approval, if any are alto that the applicant holds legal or equite entitle the applicant to conduct operations.	able title to those rights in the subje		« CFU				
Title 18 U.S.C. Section 1001 and Titl	e 43 U.S.C. Section 1212, make it	a crime for any persor	n knowingly and v	willfully to make a	ny department	or agency of the Unit	

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

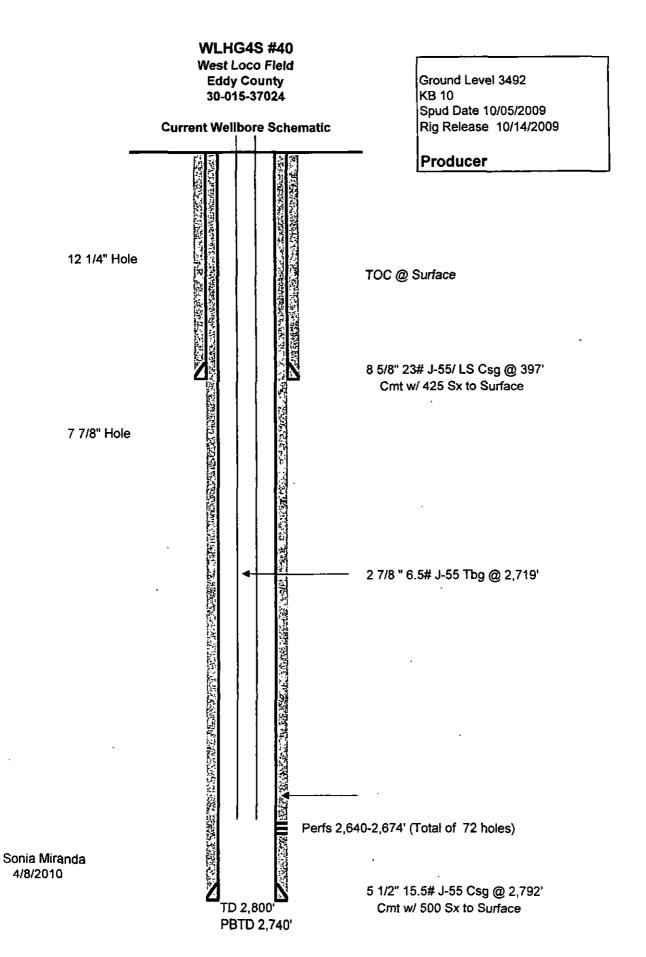
West Loco Field Ground Level 3492 **Eddy County** 30-015-37024 KB 10 Spud Date 10/05/2009 Proposed P&A Wellbore Schematic Rig Release 10/14/2009 P&A'ed CMT Plug @ 60'-0' 12 1/4" Hole TOC @ Surface CMT Plug @ 447'-200' WOCH Tag 8 5/8" 23# J-55/ LS Csg @ 397' Cmt w/ 425 Sx to Surface 7 7/8" Hole CMT Plug 1500-1250' P&A Cement is Class C 14.8 ppg, 1.32 cf/s CIBP @ 2,590' w/ 25' cement on top Perfs 2,640-2,674' (Total of 72 holes) 5 1/2" 15.5# J-55 Csg @ 2,792'

TD 2,800

PBTD 2,740'

Cmt w/ 500 Sx to Surface

WLHG4S #40



BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval (LPC Habitat)

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 the approval date of this Notice of Intent to Abandon.

If you are unable to plug 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. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 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. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing 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. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off. Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings 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. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. 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. **Show date well was plugged.**
- 8. <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.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

<u>Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:</u>
From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted