Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Hobbs

FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004

5. Lease Serial No.

NINANINAO 4470

SUNDRY	NOTICES AND REP	ORTS ON WE	LLS	NIVINVIU44/UIA			
Do not use the abandoned we	6. If Indian,	If Indian, Allottee or Tribe Name					
SUBMIT IN TRIPLICATE- Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Oil Well □ □	8. Well Nan	ne and No.					
2. Name of Operator RIDGEWAY ARIZONA OIL CORP					TKL 22 FEDERAL #5 9. API Well No.		
3a. Address 3b. Phone No. (include area code)					10544 I Pool, or Exploratory Area		
4. Location of Well (Footage, Sec.,		HC	HOBBS OC		CHAVEROO, SAN ANDRES		
SECTION 22, 07S-33E 1980 FSL 660 FWL		JUN 0 9 2016		11. County or Parish, State ROOSEVELT COUNTY, NM			
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATUR	RECOGNOTOR, EX	EPORT, OR	OTHER DATA		
TYPE OF SUBMISSION		TY	PE OF ACTION				
✓ Notice of Intent ☐ Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (Sta	art/Resume)	Water Shut-Off Well Integrity Other AMENDING		
Final Abandonment Notice	Change Plans	✓ Plug and Abandon	Temporarily Ab	oandon	PREVIOUS		
Final Abandonment Notice	Convert to Injection	Plug Back Water Disposal			SUBMITTAL		
ATTACHED REVISED F	OIL CORP REQUESTS APPR LUGGING PROCEDURE. NOTIFY BLM 24 HOURS PRI						
E-PERMITTING <s conversion="" csngenviront="" p&a<="" part="" return="" th="" to=""><th>RBDMSTACHG LOC</th><th>SEEA</th><th>ATTACHED DITIONS O</th><th>FOR FAPPR</th><th>ROVAL</th></s>	RBDMSTACHG LOC	SEEA	ATTACHED DITIONS O	FOR FAPPR	ROVAL		
14. I hereby certify that the fore Name (Printed/Typed) JAMIE L HOGU		Title V	P REGULATORY	FFAIRS			
Signature	CHLD	Ďate		5/24/2016			
	THIS SPACE FOR F	EDERAL OR S	TATE OFFICE	UISLEY A	7 2016/		
Approved by Conditions of approval, if any, are a certify that the applicant holds legal which would entitle the applicant to Title 18 U.S.C. Section 1001 and Title	or equitable title to those rights in conduct operations thereon.	does not warrant or the subject lease	owingly and willfully t	ARLSBAD III	department or agency of the United		
States any false, fictitious or fraudul	ent statements or representations a	as to any matter within its	jurisdiction.	- uny	James against a said		

(Instructions on page 2)

MSB/OCD 6/9/2016

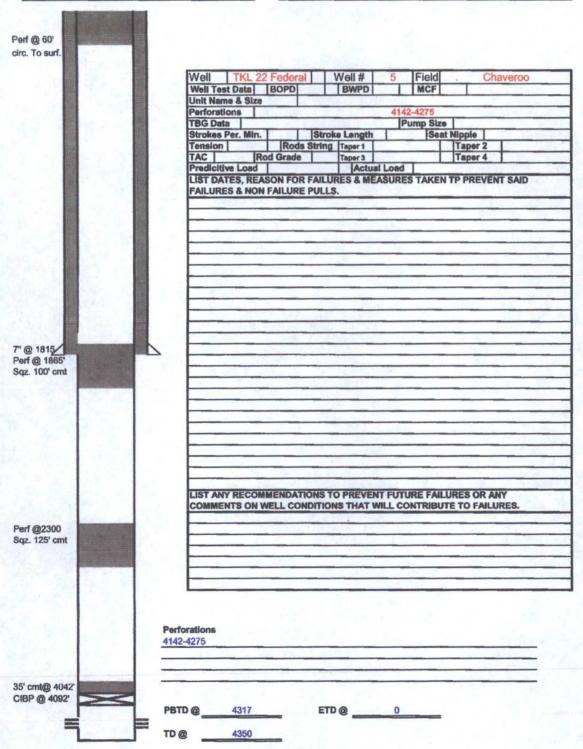


Plugging Procedure TKL 22 Federal #5 API No. 30-041-10544 L-22-07S-33E 1980 FSL 660 FWL

- 1. Prepare location and test anchors
- 2. MIRU plugging rig
- 3. Notify BLM 24 hours prior to commencement of P & A procedure.
- 4. NDWH/NU BOP
- 5. RIH w-4 ½ CIBP on 2 3/8 WS @ 4092' (+/-) within 50' of top perf (4142')
 - a. Spot 35' of cement on CIBP by wireline OR Z5 sxs by tbg.
 - b. WOC -4042' (+/-)
- 6. Load well with a minimum of 9 lb. mud and conduct MIT to 500 psi. Test for leak off.
 - a. Bleed pressure off after MIT.
- 7. MIRU WL and RIH w/perf gun to 2300'
 - a. perforate @ 2 JSPF
 - b. POOH w/WL
 - c. RDWL
- 8. TIH w/WS Squeeze 125' cement from 2300' to 2175' (+/-)
 - a. Wait on cement
 - b. Tag plug @ 2175' or above.
- 9. MIRU WL and RIH w/perf gun to 1765'
 - a. perforate @ 2 JSPF
 - b. POOH w/WL
 - c. RDWL
- 10. TIH w/WS Squeeze 100' cement from 1865' to 1765' (+/-)
 - a. Casing shoe @ 1815'
 - b. Wait on cement
 - c. Tag plug @ 1765' or above
- 11. TIH w/WS Circulate cement plug from 60' to surface
 - a. Wait on cement
 - b. Cut off well head 4' below ground level
 - c. Cut anchors
- 12. RDMO Plugging Rig
- 13. Install below grade P & A marker at least 3' below ground level

Lease	NMNM044701A		
Well Name	TKL 22 Federal	Well No.	5
Field	Chaveroo		
County	Roosevelt		
State	NM		
Date	5/3/2016		
Date Comp	Paragraph and the same of the		
KB	0.00		

			The Real Property lies		-	Name and Address of the Owner, where
Description	O.D.	Grade	Weight	Depth	Cmt Sx	TOC
Surface Csg	7	0	20#	1815	375	Surface
Inter Csg	0	0	0	0	0	0
Prod Csg	4 1/2	0	9 1/2	4350	350	0
Liner O.D.	0	0	0	0	0	0



TLK 22 Federal 5 30-041-10544 Ridgeway Arizona Oil Corp May 27, 2016

k by wireline

- Conditions of Approxim

 1. Operator shall place CIBP at 4,092' (50'-100' above top most perf) and place 35' of Class C cement on top as proposed. WOC and TAG.

 Operator shall perf and squeeze at 2,300'as proposed. Operator shall place a

 WISOCO

 WISOCO

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- formation. WOC and TAG.

- 3. Operator shall perf and squeeze at 1,865' as proposed tagging plug at 1,765' to seal the surface shoe.
- 4. Operator shall place a balanced Class C cement plug from 60'- surface as proposed
- 5. See Attached for general plugging stipulations.

JAM 052716

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) 627-0237 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>Dry Hole Marker:</u> 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 capped with a 4-inch pipe, 10 feet in length, 4 feet above the ground and embedded in cement. 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, 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.