AP- 27

STAGE 1 & 2 REPORTS

DATE: 12 - 18 - 11

RICE Operating Company

122 West Taylor • Hobbs, New Mexico 88240 Phone: (575) 393-9174 • Fax: (575) 397-1471

CERTIFIED MAIL RETURN RECIEPT NO. 7008 1140 0001 3070 6075

December 16th, 2011

Mr. Edward Hansen

New Mexico Energy, Minerals, & Natural Resources Oil Conservation Division, Environmental Bureau 1220 S. St. Francis Drive Santa Fe, New Mexico 87505

RE: Project Status Report
Rice Operating Company – BD SWD System
BD E-15 Release (AP-27): UL/D&E sec. 15 T22S R37E

Mr. Hansen:

As part of the Project Status Report submitted to NMOCD on June 17th, 2011 and approved by NMOCD on August 22nd, 2011, RECS personnel were on site at the BD E-15 Release site on October 25th, 2011, to plug and abandon MW-2 and replace it with a 4 inch monitor well (MW-2R). The MW-2 was plugged using a 1 – 3% bentonite/concrete slurry and a 3 foot concrete cap. MW-2R was installed approximately 6 ft south of former MW-2 (Figure 1). Documentation for the plug and abandonment of MW-2 and the installation of MW-2R can be found in Appendix A. MW-2R will be sampled according to NMOCD standards starting in the 1st quarter of 2012.

ROC is the service provider (agent) for the BD SWD System and has no ownership of any portion of the pipeline, well, or facility. The system is owned by a consortium of oil producers, System Parties, who provide all operating capital on a percentage ownership/usage basis.

ROC appreciates the opportunity to work with you on this project. Please call Hack Conder or myself at (575) 393-9174 if you have any questions or wish to discuss the site.

Sincerely,

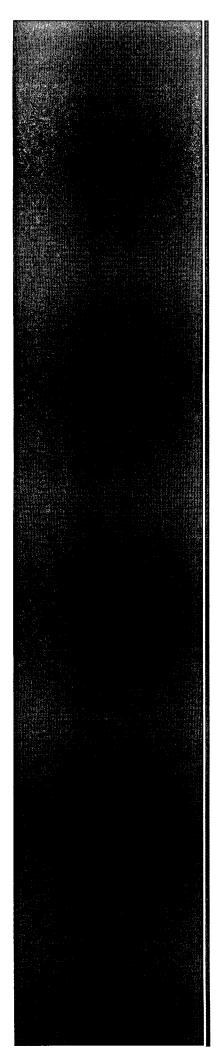
Katie Jones

Environmental Project Manager

Rice Operating Company

Attachments:

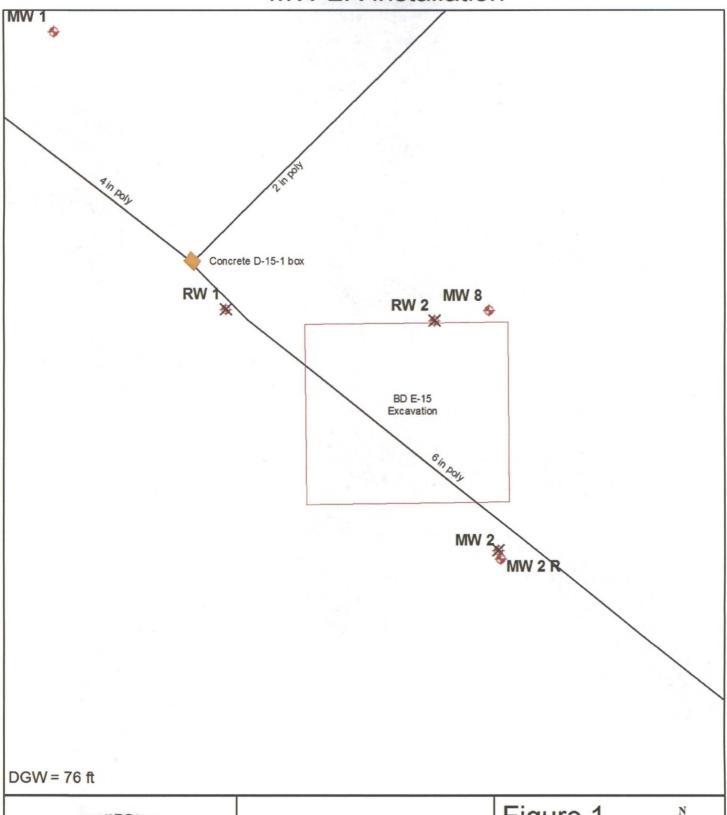
Figure 1 – MW-2R installation map Appendix A – P&A MW-2 and installation of MW-2R



Figures

RICE Environmental Consulting and Safety (RECS)
P.O. Box 5630 Hobbs, NM 88241
Phone 575.393.4411 Fax 575.393.0293

MW-2R installation

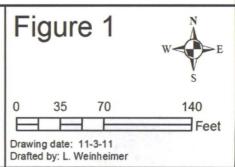


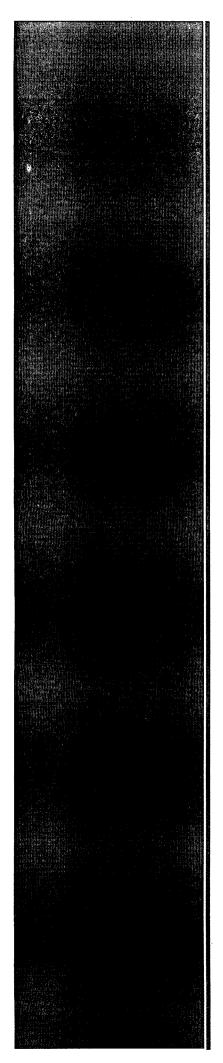


BD E-15 Release

Legals: UL/E sec. 15 T22S R37E

Case #: AP-027





Appendix A

P&A MW-2 and installation of MW-2R

RICE Environmental Consulting and Safety (RECS)
P.O. Box 5630 Hobbs, NM 88241
Phone 575.393.4411 Fax 575.393.0293

HARRISON & COOPER, INC.

Drilling & Pump Professionals

Ph: (806) 866-4026

7414 85th Street, Lubbock, Texas 79424-4951

P.O. Box 96, Wolfforth, Texas 79382-0096

Fax: (806) 866-4044

hcidrill.com

Plugging Report

Client	Rice Operating	
Contractor	Harrison & Cooper	
Date Completed	10/25/2011	
Site	BD E-15 Release	
Well ID	MW-2	
Casing Diameter	2"	
Well Depth	87'	
Casing Material	PVC	
Plugging Material	Portland/Bentonite Slurry	
Slurry Interval	3'-87'	
Cement Interval	0'-3'	
	·	

Copies: File

Email (Lara Weinheimer; Katie Jones)

Regulated by: Texas Dept. of Licensing & Regulation, Water Well Division, P.O. Box 12157, Austin, TX 78711, (800) 803-9202

RW 2 MW 8 Logger: Kyle Norman Driller: Harrison & Cooper, Inc. **Drilling Method:** Mud rotary **Project Name:** Well ID: Start Date: BD E-15 Release MW-2R 10/25/2011 End Date: 10/25/2011 Project Consultant: Tetra Tech Location: UL/E sec. 15 T22S R37E Comments: MW-2R is located 6 ft south of the former MW-2. No samples were taken during installation. Lat: 32°23'41.944"N **DRAFTED BY: L. Weinheimer** County: Lea TD = 120 ft GW = 76 ftLong: 103°9'21.185"W State: NM Depth Chloride Lithology **Well Construction** LAB PID Description field tests (feet) SS 5 ft 10 ft 15 ft in PVC 20 ft 25 ft 30 ft bentonite seal 35 ft 40 ft 45 ft 50 ft 55 ft

Depth (feet)	Chloride field tests	LAB	PID	Description	Lithology	Well Construction
60 ft						
65 ft	<i>X</i>					
70 ft						
75 ft						
80 ft		- 5				
85 ft						
90 ft	Y.					
95 ft						sand
100 ft						
105 ft						
110 ft						
115 ft						
120 ft	1					

BD E-15 Release Unit E, Section 15, T-22-S, R-37-E



Pulling MW-2, facing south

10/25/11



Plugging MW-2 with a 1-3% bentonite/concrete slurry

10/25/11



Completed MW-2 P & A, facing south 10/25/11



Drilling MW-2R, facing west

10/25/11



Mudding in MW-2R, facing west

10/25/11



Installing the casing, facing west

10/25/11



Inserting the sand pack

10/25/11



Inserting the bentonite seal

10/25/11



Concreting in MW-2R, facing west

10/25/11



Completed MW-2R, facing west

10/25/11