### Goetze, Phillip, EMNRD

From: Mark Kelley <mkelley@nearburg.com>

**Sent:** Friday, March 06, 2015 9:58 AM

To: Goetze, Phillip, EMNRD

Subject: Administrative Order - SWD-1471 Nearburg Producing Co. Federal L #1 30-025 20811

Attachments: FED L #1 BLM Objection.pdf; Fed L #1 SWD Revised Procedure.pdf; Fed L #1 Current

Well Bore Diagram.pdf; Fed L #1 Proposed Well Bore Diagram.pdf

#### Phillip

Once the State approved the order and the BLM withdrew their objection, Nearburg proceeded with the recompletion process to convert the well to SWD per the described order. We sent the Sundry Notice to the BLM when the work was done and they objected since we failed to send in a Notice Of Intent prior to doing the work. We have now agreed with the BLM to drill out all the plugs and do the work again with additional plugs and balanced plugs instead of cast iron bridge plugs. Perforations have not changed. I have attached the BLM Notice that indicates SUBJECT TO LIKE APPROVAL BY STATE along with the revised procedure, current and proposed well bore diagrams. Do you need any other information to consider approval of the revised procedure?

Thank You

Mark Kelley
Nearburg Producing Company

Form 3160-5 (August 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5.	Lease Serial No.	
	NMNM56265	

SUNDRY NUTICES AND REPURTS UN	i MELLO
Do not use this form for proposals to drill or tabandoned well. Use form 3160-3 (APD) for su	o re-enter an
abandoned well. Use form 3160-3 (APD) for su	ch nronocale

Do not use the abandoned we	6. If Indian, Allottee or Tribe Name							
SUBMIT IN TRI	7. If Unit or CA	Agreement, Name and/or No.						
1. Type of Well Gas Well 20 Off	8. Well Name and FEDERAL L							
Name of Operator     NEARBURG PRODUCING C	9. API Well No. 30-025-208	11						
3a. Address 3300 NORTH A STREET, BU MIDLAND, TX 79705	3b. Phone N Ph: 830-5:	o. (include area code) 37-4599	10. Field and Pot SEVEN RIV	ol, or Exploratory ERS				
4. Location of Well (Footoge, Sec., T	11. County or Parish, and State							
Sec 25 T20S R34E Mer NMP	LEA COUNTY, NM							
12. CHECK APPI	ROPRIATE BOX(ES) TO INDICATI	E NATURE OF NOTIO	CE, REPORT, OR OT	HER DATA				
TYPE OF SUBMISSION	ION							
Notice of Intent	☐ Acidize ☐ De	epen 🗀 I	roduction (Start/Resume	e) 📋 Water Shut-Off				
<del>-</del>	☐ Alter Casing ☐ Fra	cture Treat	Reclamation	☐ Well Integrity				
☐ Subsequent Report	_ • •	<del>-</del>	lecomplete	Other Drilling Operations				
☐ Final Abandonment Notice		_	emporarily Abandon	Dinning Operations				
	☐ Convert to Injection ☐ Plu  cration (clearly state all pertinent details, included)		Vater 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 shall be filled once testing has been completed. Final Abandonment Notices shall be filled only after all projections including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)  **POH with rods & pump.**  **POH with rods & pump.**  **POH with tubing.**  **RU wireline and RIH w/5-7/8" gauge ring (35#-7" N80 csg) to 8300' to make sure casing is clear. RIH w/CIBP on wireline & set CIBP @ 8290' Dump bail 35' cmt on top of CIBP. RIH w/CIBP on wireline & set CIBP @ 5450' Dump bail 35' cmt on top of CIBP. RIH w/CIBP on wireline & set CIBP @ 4016' Dump bail 35' cmt on top of CIBP. The maximum depth this plug can be set is 4032'.  **RIH with tubing to +/- 3908'. Displace hole with 2% KCl water with corrosion inhibitor. POH with tubing.  **RIH with csg gun & perf 4 spf, 60 deg phsg all depths inclusive as follows: 3705'-3726' (88 shots), 3744'-3748' (20 shots), 3764'-3768' (20 shots), 3772'-3776' (20 shots), 3778'-3782' (20								
14. I hereby certify that the foregoing is true and correct.  Electronic Submission #278582 verified by the BLM Well Information System  For NEARBURG PRODUCING COMPANY, sent to the Hobbs  Committed to AFMSS for processing by LINDA JIMENEZ on 11/20/2014 ()  Name (Printed/Typed) TIM GREEN  Title PRODUCTION MANAGER								
Name i Maco Typedy Tim GREE		TIME PRODUCTIO		יייייייייייייייייייייייייייייייייייייי				
Signature (Electronic S	Submission)	Date 11/12/2014	APPI	<u>ROVED</u>				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE								
	THIS SPACE FOR FEDERA	AL OR STATE OFFI	72.002					
Approved By  Conditions of approval, if any, are attached	d. Approval of this notice does not warrant or	Trite	DEC.	20 4 mg				
Conditions of approval, if my, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	d. Approval of this notice does not warrant or itable title to those rights in the subject lease	Title Office	DEC BUREAU OF LA	ND MANAGEMENT				

#### Federal L#1 SWD

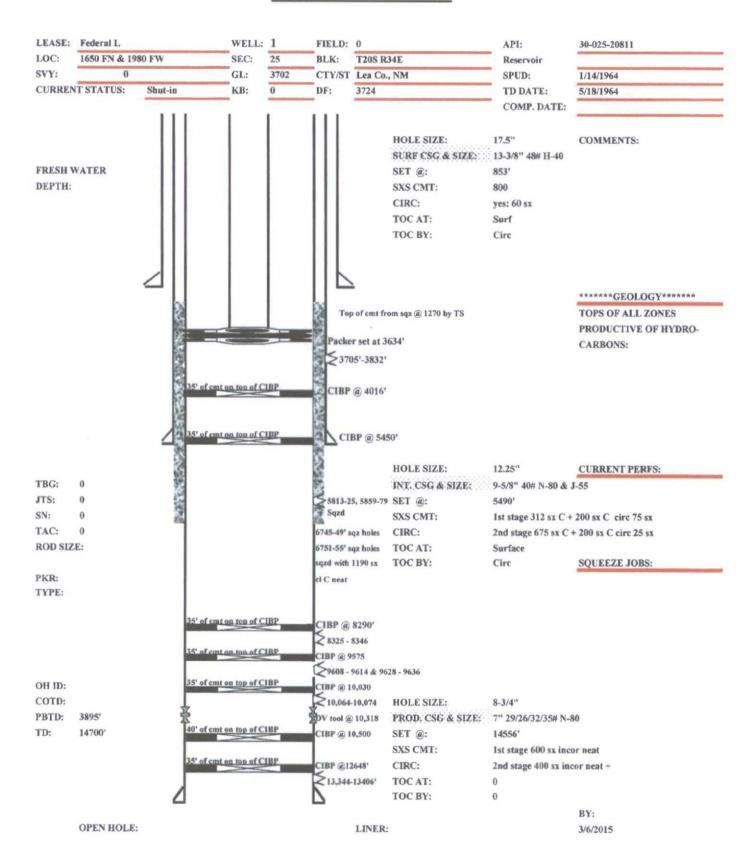
#### Section 25 T20S R34E

#### Lea County, New Mexico

#### Clean-out and Re-plug Procedure

- 1. MIRU workover rig and offload 10,000' 2 7/8" L-80 6.5# work string.
- 2. Remove wellhead and NU BOP
- 3. Release packer and POOH
- 4. RIH with Bit and Bailer assembly to top of first plug (CIBP @ 4016' w/ 35' cement cap)
- 5. Drill out cement and plug #1, tripping to clear bailer as necessary.
- 6. Drill out plug #2 @5450' and plug #3 @ 8290' in same fashion.
- 7. Tag cement cap on top of CIBP @ 9575' to determine integrity. If necessary, set 25 sx. Class H balanced plug on top of existing plug.
- 8. Spot 9# gel plug to 8525'.
- 9. Set CIBP @ 8525' to cover Bone Spring formation top. Set 25 sx Class H balanced plug.
- Displace hole with 182 barrels salt gel. Mix 25 sacks (1250#) salt gel per 100 barrels of 9# to 10# per gallon brine water.
- 11. Set CIBP @ 8275' to cover Brushy Canyon perfs (8325'-8346'). Set 25 sx Class H balanced plug.
- 12. Set 25 sx Class C balanced plug at 5540' to cover 9 5/8" casing shoe.
- 13. Set 25 sx Class C balanced plug at 4725' to cover Queen formation top.
- 14. Set CIBP @ 4010' and set 25 sx Class C balanced plug. WOC.
- 15. RIH w/ treating packer on workstring to 3625'. Set packer.
- 16. Perform injectivity test. Do not exceed 740 psi tubing pressure. If necessary acidize perfs...
- 17. POOH with work string and treating packer.
- 18. RIH with 2.7/8".L-80 6.5# IPC tubing, injection packer w/ pump out plug and on/off tool. Set packer at 3630'.
- 19. Release from on/off tool and circulate annulus with double inhibited packer fluid.
- 20. Latch back on to packer with on/off tool.
- 21. Close BOP rams and place valve in tubing.
- 22. ND BOP and NU wellhead. Pump out plug and perform injectivity test.
- 23. Perform Mechanical Integrity Test (MIT) on casing, holding 500# for 30 minutes and record on chart.
- 24. RDMO workover rig and rental tools.
- 25. Turn well to injection.

# CURRENT WELLBORE DIAGRAM



## PROPOSED WELLBORE DIAGRAM

