Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD-HOBBS

FORM APPROVED OMB NO. 1004-0137

BUREAU OF LAND MANAGEMENT						Expires: January 31, 2018	
SUNDRY NOTICES AND REPORTS ON WELLS					5. Lease Serial No. NMNM57274		
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter the BS abandoned well. Use form 3160-3 (APD) for such proposals.				2017	6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on page 2011					7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well ☐ Gas Well ☐ Other					8. Well Name and No. HARACZ AMO FEDERAL 007		
					9. API Well No.		
EOG Y RESOURCES INC E-Mail: Kay_Maddox@EOGRES			OURCES.com		30-025-33345		
3a. Address PO BOX 2267 MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-686-3658			10. Field and Pool or Exploratory Area COTTON DRAW;BONE SPRING,E			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 19 T24S R32E 1650FNL 2310FWL					LEA	COUNTY, NM	
· ·							
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE, F	REPOR	T, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					a ·	
D Nation - Classes	☐ Acidize	☐ Deep	pen	☐ Production	on (St	INT TO DA PM ~	
Notice of Intent ■ Notice of Intent	☐ Alter Casing	☐ Hyd	raulic Fracturing	☐ Reclamat		INT TO PA MM	
☐ Subsequent Report	☐ Casing Repair	-	☐ New Construction		ete		
☐ Final Abandonment Notice	☐ Change Plans	☑ Plug	and Abandon	☐ Temporar	rily A	P&A R	
	☐ Convert to Injection	☐ Plug	Plug Back		sposa		
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final At determined that the site is ready for f EOG Y Resources requests p schematic is also attached.	I operations. If the operation re bandonment Notices must be fi inal inspection.	esults in a multipled only after all	e completion or reco requirements, includ	ompletion in a ne ling reclamation,	have bee	al, a Form 3160-4 must be filed once en completed and the operator has	
s compare and compare and							
SEE ATTACHED FOR							
SUBJECT TO LIKE			CONDITIONS OF APPROVAL				
APPROVAL BY ST	TATE						
		H				WITNESS	
14. I hereby certify that the foregoing is	Electronic Submission #	385672 verifie	d by the BLM Wel	II Information	System		
	For EOG Y Committed to AFMSS f	RESOURCES	NC, sent to the C	Carlsbad			
Name (Printed/Typed) KAY MADDOX			Title REGULATORY ANALYST				
			Date 08/22/20		A	PPROVED	
Signature (Electronic Submission) Date 08/22/2017 THIS SPACE FOR FEDERAL OR STATE OFFICE USE WITNESS							
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_Approved By			Title TPE	ET		08/24/2047	
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 entitle the applicant to conduct operations thereon.			Office		BURE /	NU OF LAND MANAGEMENT	

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 Cnited States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

MW/000 09/12/2017



Haracz AMO Federal #7 1650' FNL & 2310' FWL Sec. 19-24S-32E Lea County, New Mexico API # 30-025-33345

> **P&A Procedure** AFE # 108461

Executive Summary:

Pull production equipment, P&A well, cut off wellhead, install dry hole marker and clean location.

TD:

9.900'

PBTD: 9.752'

GR:

KB:

3,566

Surface Casing:

13 %" 54.5# at 766'. Cemented with 725 sx. Cement circulated.

Intermediate Casing:

8 %" 32# at 4,477'. Cemented with 1,200 sx. Cement circulated.

3.553'

Production Casing:

5 ½" 15.5# & 17# at 9,900'. Cemented 1st stage with 575 sx, cement circulated. Cemented 2nd stage through DV tool at 6,668' with 550 sx, TOC at 3,023' by CBL.

P&A Procedure:

- 1. MIRU well service unit and all necessary safety equipment. TOH laying down parted rod string, fish remaining rods and pump as necessary. Drop standing valve and pressure test tubing, fish standing valve and TOH.
- 2. TIH with CIBP and set CIBP at 8,200'. Circulate plugging mud then spot 25 sx class "H" cement on top of CIBP.
- 3. Pick up to 6,718' and spot a 160' (≈25 sx) class "H" cement plug from 6,718'-6,558' (this will cover DV tool).
- 4. Pick up to 4,650' and spot a 265' (≈30 sx) class "C" cement plug from 4,650'-4,385' (this will cover top of Delaware and 85%" csg shoe). Pick up, reverse tubing clean and POOH to WOC.
- 5. RU WL to RIH and tag TOC, then pick up and perf 5½" csg at 830'. POOH. TIH with packer, set packer at 715' then spot a 115' (≈30 sx) class "C" cement plug inside and outside 5½" csg (this will cover top of Salt and 13%" csg shoe). Release packer, pick-up, reverse tubing clean and POOH to WOC.
- 6. RU WL to RIH and tag TOC, then pick up and perf 5½" csg at 50'. Circulate a 10 sx class "C" cement plug from 50'-surface.
- 7. RDMO well service unit, cut off wellhead, install dry hole marker and clean location.

Production Engineer:

Brie A Lette Date: 6/13/20/2

Conditions of Approval

EOG Y Resources Inc. Haracz AMO - 07, API 3002533345 T24S-R32E, Sec 19, 1850FNL & 2310FWL August 24, 2017

- 1. Within 90 days of these conditions of approval for the processed Electronic Submission #385672 notice of intent begin wellbore operations or request an extension.
- 2. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location during this workover operation.
- 3. Due to being within the Lesser Prairie Chicken habitat, this workover activity will be restricted to the hours of 9:00am through 3:00am for the period of March 1 through June 15.
- 4. Subject to like approval by the New Mexico Oil Conservation Division.
- 5. <u>Notify 575-393-3612 Lea Co as work begins</u>. <u>Plugging procedures are to be witnessed</u>. If there is no response leave a voice mail with the API#, workover purpose, and a call back phone number.
- 6. Surface disturbance beyond the existing pad must have prior approval.
- 7. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 8. Functional H₂S monitoring equipment shall be on location.
- 9. 3000 (3M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (hand wheels) equipment shall be installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) shall be employed when needed for reasonable well control requirements.
- 10. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during any other crew-intensive operations.
- 11. The BLM PET witness is to run tbg tally and agree to cement volumes and placement. Sample each plug for cement curing time and tag and/or pressure test as requested by BLM PET witness.
- 12. Cementing procedure is subject to the next three numbered paragraphs.
- 13. Mix cement plugs to cover a minimum of 100ft plus 10ft for every 1,000ft to the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A cement plug set at 8000 in 7" casing would require a min of 35sx. A 25sx plug in 5 ½" casing should cover 250ft, which may exceed 100ft plus 10ft per 1000ft.
- 14. Class H > 7500ft & C < 7500ft) neat cement plugs(s) will be necessary. For any plug that requires a tag or pressure test a minimum WOC time of 4 hours(C) & 8 hours(H) is

- recommended. Isolation plugs of Class "C" neat cement to be mixed 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water and Class "H" neat cement to be mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water.
- 15. Minimum requirement for mud placed between plugs is 25 sacks of saltwater gel per 100 barrels in 9 lb/gal brine.
- 16. Set a balanced plug from the CIBP set at 8200', WOC, and tag the plug with tbg at 8000' or above.
- 17. Set a balanced cmt plug across the 6669' DV Tool from 6600' or below. WOC, and tag the plug with tbg at 6340 or above.
- 18. Set a balanced cmt plug across the 4600' Delaware formation top from 4650' or below and the 8 5/8" shoe. WOC, and tag the plug with tbg at 4427' or above.
- 19. Perf the 5 1/2" csg at 830' or below, open the 8 5/8" and 13 3/8" csg vents, establish an injection rate, noting the circulating from both casing vents. Squeeze cmt through a packer leaving the plug top in the 5 ½" csg, the 8 5/8", and 13 3/8" csgs at 716 or above. Close the tubing valve and hold 9 lb/gal displacement fluid in place until the plug sets up. Plug to cover the top of salt and the 13 3/8" shoe. Tag the plug with tbg at 716 or above.
- 20. Perf the 5 1/2" csg at 60' or below, open the 8 5/8" and 13 3/8" csg vents, establish an injection rate, noting the circulating from both casing vents. Squeeze cmt from the surface leaving the plug top in the $5\frac{1}{2}$ " csg, the 8 5/8", and 13 3/8" csgs at the surface.
- 21. File **subsequent sundry** Form 3160-**5** within 30 days of workover procedures. Include (dated daily) descriptions of the well work, i.e. procedure descriptions and setting depths of each plug in the subsequent sundry.

Lesser Prairie Chicken Habitat Area Dry Hole Markers

Stamp or engrave (3/8" letters) information for the plugged well on 8"x 8" aluminum plate of 1/8", 12 gauge, or .080 sign material similar to this example:

Ajax Operating Company
Tailspin – 22

1980FNL & 660FWL - Sec 16 - T22S-R31E
Lease LC029567 API 3001534567
Plugged July 17, 2017

- 1. Center a 3 to 4 foot pipe at a right angles on a 8"x8"x 1/8" or 3/16" steel plate and weld the pipe to the plate.
- 2. Cement the pipe vertically inside the abandoned surface casing. Leave the steel plate about 2" above and horizontal to ground level.
- 3. Fix the aluminum plate with the well information to the steel plate with ¼ inch bolts and locking nuts or self tapping fine threaded screws (one in each corner).
- 4. On the BLM Form 3160-5 subsequent report of abandonment state that a ground level dry hole marker installed as required by BLM and NMOCD Order No. R-12965.

Reclamation Objectives and Procedures

In Reply Refer To: 1310

Reclamation Objective: At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its pre-disturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as needed. This will apply to well pads, facilities, and access roads. Barricade all access road(s) at the starting point. If reserve pits have not been adequately reclaimed due to salts or other contaminants, propose a plan for BLM approval to provide restoration of the pit area.

- 1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations should have included adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
- 2. For locations and/or access roads not having an approved plan, or an inadequate plan for surface reclamation the operator must submit a proposal describing the procedures for reclamation. The appropriate time for submittal would be when filing the Notice of Intent, or with the Subsequent Sundry Report of Abandonment on Form 3160-5. The final reclamation goal is to be completed within 6 months of wellbore abandonment.
- 3. With an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It may be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives.
- 4. Upon reclamation conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a BLM specialist to inspect the location to verify work was completed as per approved plans.

- 5. The BLM approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been tentatively reestablished. If the objectives have not been met BLM will be notify the operator of the required corrective actions.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time the full BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the full BLM objectives have been met, submit a Final Abandonment Notice (FAN) Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time a BLM specialist will again inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability for the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Trishia Bad Bear Natural Resource Specialist 575-393-3612, 575-390-2258 (Cell)

Jesse Bassett Natural Resource Specialist 575-234-5913, 575-499-5114 (Cell)

Paul Murphy Natural Resource Specialist 757-234-5975, 575-885-9264 (Cell)

Henryetta Price Environmental Protection Specialist 575-234-5951, 575-706-2780 (Cell) Robertson, Jeffery Natural Resource Specialist 575-234-2230, 575-706-1920 (Cell)

Vance Wolf Natural Resource Specialist 575-234-5979

Brooke Wilson Natural Resource Specialist 575-234-6237

Arthur Arias Environmental Protection Specialist 575-234-6230, 575-499-3378 (Cell)

Shelly Tucker Environmental Protection Specialist 575-234-5905, 575-361-0084 (Cell)

