Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS					NMNM54882		
Do not use this form for proposals to drill or to re-enter HOBBS OC abandoned well. Use form 3160-3 (APD) for such proposals.				6. If India	n, Allottee or Tribe Name		
SUBMIT IN 1	RIPLICATE - Other inst	ructions on page 2	EB 06 2018	7. If Unit	or CA/Agreement, Name and/or No.		
1. Type of Well ☐ Oil Well ☑ Gas Well ☐ Other ☐ Other					8. Well Name and No. WYNELL FEDERAL 5		
2. Name of Operator Contact: ABIGAIL MONTGOMERY COG OPERATING, LLC E-Mail: Abbym@bcmandassociates.com					ell No. 5-37065		
3a. Address 600 W. ILLINOIS MIDLAND, TX 79701 3b. Phone No. (include area code) Ph: 432-580-7161					10. Field and Pool or Exploratory Area TONTO; 7 RIVERS		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 15 T19S R33E 18 6 0FNL 2010FEL 32.662502 N Lat, 103.648910 W Lon					CO COUNTY, NM		
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICATE NATUI	RE OF NOTICE	E, REPORT	, OR OTHER DATA		
TYPE OF SUBMISSION		TY	PE OF ACTION		· .		
Notice of Intent	☐ Acidize	□ Deepen	☐ Produ	ction (Start/	INIT TO DA DA		
	☐ Alter Casing	☐ Hydraulic Fractı	iring Reclai	nation	INT TO PA PM		
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	n Recon	nplete	P&A R		
☐ Final Abandonment Notice	☐ Change Plans	☑ Plug and Abande	on	orarily Abai			
	☐ Convert to Injection	☐ Plug Back	□ Water	Disposal			
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Al determined that the site is ready for f. Set 5 1/2" CIBP @ 3585'. C (Yates) 2. Spot 25 sx cmt @ 1575-138 3. Spot 25 sx cmt @ 100'-Sur 4. Cut off well head, verify cm	operations. If the operation repandonment Notices must be filinal inspection. See Circulate hole w/ MLF. Present WOC & Tag. (Shoe, face.	sults in a multiple completion ed only after all requirements, SOAs for Processure test csg. Spot 35 separately.	or recompletion in a including reclamate	a new interval, ion, have been 3250'.	PROVED		
SUBJECT TO LIKE					TTACHED FOR		
APPROVAL BY STATE WITNESS CONDITIONS OF APPROVAL							
14. I hereby certify that the foregoing is	Electronic Submission # For COG	382339 verified by the BL OPERATING, LLC, sent to or processing by PRISCILI	the Hobbs A PEREZ on 08/				
Name (Printed/Typed) ABIGAIL	WONTGOMERT	Title At	GENT				
Signature (Electronic	Submission)	Date 07	//24/2017				
1	THIS SPACE FO	OR FEDERAL OR ST	ATE OFFICE	USE			
Approved By Lauf K.	Swork 01/2	24/2018 Title -	PET	JREAU OF	Date LAND MANAGEMENT		
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. CARLSBAD FIELD OFFICE							
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent				make to any d	epartment or agency of the United		

luthor:	MRM (7/2017)		
Vell Name	Wynell Federal	Well No.	#5
ield	Tonto	API#	30-025-37065
County	Lea	Prop#:	27369
State	New Mexico	Zone:	Seven Rivers
Spud Date	12/12/2005		1800 FNL & 2010 FEL
GL.	3,667		Sec 15 T19S R33E
CB	-		

Description	O.D.	Grade	Weight	Depth	Unit Sx	TOC
Surface Csg	8.625*	J-55	24	1,515	365	surf
Inter Csg	N/A	N/A	N/A	N/A	N/A	N/A
Prod Csg	5.5"	J-55	15.5	3,918	1,075	surf
Liner	N/A	N/A	N/A	N/A	N/A	N/A

Originally drilled Three Rivers too COG took over c

Formation	Tops
Calada Duetlas	4.4

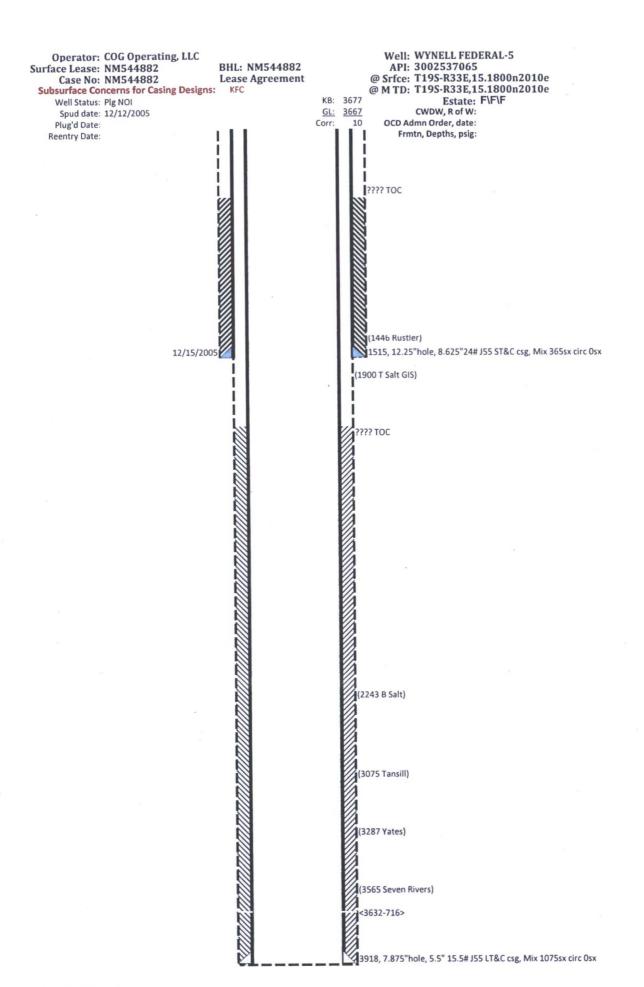
Salado Rustler 1446 Yates 3287 Seven Rivei 3565

12 1/4" hole 8-5/8" (24#) @ 1,515' w/ 365 sks, circ ? sks TOC @ surf

3,632'-3,716' (Seven Rivers) ?? holes - 03/2002 acidized with 2200 gal and frac'd w/ 59,532 lbs

TD @ 3,918' PBTD @ 3,821' 7 7/8" hole 5-1/2" (15.5#) @ 3,918' w/ 1075 sks, circ ? sks TOC @ surf

32.6625023



Conditions of Approval

COG Opeerating, LLC Wynell - 05, API 3002537065 T19S-R33E, Sec 15, 1880FNL & 2010FEL January 24, 2018 FEB 06 2018

RECEIVED

- 1. Within 90 days of these conditions of approval for the processed Electronic Submission #382339 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. Conditions of Approval reflect a procedure based on available documentation for this wellbore. The BLM workover witness and NOI approver may adjust operations so as not to hinder achievable abandonment requirements.
- 4. 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.
- 5. Subject to like approval by the New Mexico Oil Conservation Division.
- 6. <u>Notify 575-393-3612 Lea as work begins.</u> If there is no response leave a voice mail with the API#, workover purpose, and a call back phone number.
- 7. Surface disturbance beyond the existing pad must have prior approval.
- 8. 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.
- 9. Functional H₂S monitoring equipment shall be on location.
- 10. Blow Out Prevention Equipment 2000 (2M) 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 or automatic locking devices) equipment 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.) employed when needed for reasonable well control requirements.
- 11. Created operation waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) 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.
- 12. The BLM PET 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.
- 13. Cementing procedure is subject to the next four numbered paragraphs.
- 14. 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.

- 15. Below 7500ft Class "H" and above 7500ft Class "C" neat cement plugs(s) will be necessary. 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.
- 16. A minimum WOC time of 4 hours(C) & 8 hours(H) is recommended for plugs that require a tag or pressure test.
- 17. Minimum requirement for mud placed between plugs is 25 sacks of saltwater gel per 100 barrels in 9 lb/gal brine.
- 18. Pressure test the casing to 500psig after a CIBP is set between 3565' and top perf 3632'
- 19. Set a min 40sx balanced "C" cmt plug on the CIBP set above top perf 3632'. WOC, and tag the plug with tbg at 3200' or above covering the Seven Rivers and Yates formation tops of 3565.
- 20. Set a min 25sx balanced "C" cmt plug from 2370' or below across the Base of Salt. WOC, and tag the plug with tbg at 2140' or above.
- 21. Perforate at 2000', open the 8 5/8" csg vent and establish circulation. Sqz a min 50sx "C" cmt plug across the Top of Salt. Close the tbg valve behind displacement volume and hold the slurry in place. WOC, and tag the plug with tbg at 1800' or above.
- 22. Perforate at 1600', open the 8 5/8" csg vent and establish circulation. Sqz a min 50sx "C" cmt plug across the 8 5/8" shoe. Close the tbg valve behind displacement volume and hold the slurry in place. WOC, and tag the plug with tbg at 1800' or above. 1400'
- 23. Perf at 60' or below. Establish circulation through the 5 1/2" x 8 5/8" annulus. Fill with (±20sx) balanced "C" cmt plug and verify the 5 1/2" x 8 5/8" annulus and 8 5/8' csg from 60' cemented to surface.
- 24. 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 well information plate 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)