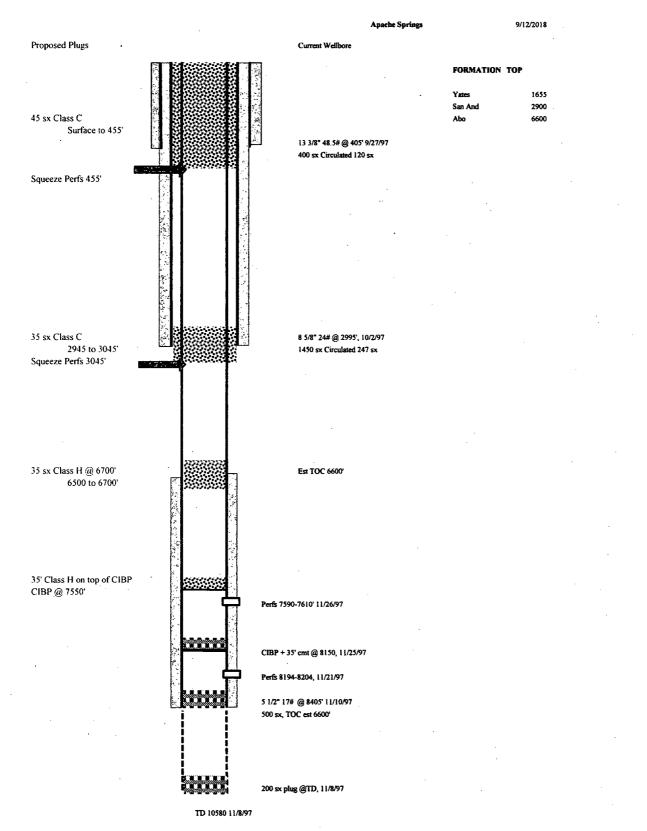
NMOCD				
Form 3160-5			FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014	
(March 2012)				
BUREAU OF LAND MANAGEMENT		5. Lease Serial No.		
SUNDRY N	IOTICES AND REPORTS OF	THARTESIA	6. If Indian, Allottee or	Tribe Name
SUNDRY NOTICES AND REPORTS OF THE ARTESIA Do not use this form for proposals to drill or to resume an abandoned well. Use Form 3160-3 (APD) for such proposals.				· · · · · · · · · · · · · · · · · · ·
SUBMIT IN TRIPLICATE - Other instructions on page WED 1. Type of Well RECENED			7. If Unit of CA/Agreen	ment, Name and/or No.
1. Type of Well RECE			8. Well Name and No.	
Oil Well Gas Well Other		Apache Springs Fed #1		
2. Name of Operator Primero Operating, Inc.			9. API Well No. 30-005-21152	
PO box 1433, Roswell, NM 88202-1433		o. (include area code)	(include area code) 10. Field and Pool or Exploratory Area Wildcat	
4. Location of Well (Footage, Sec., T., R, M., or Survey Description)		01	11. County or Parish, State	
1442' FNL & 2174' FWL, Section 34, T10S, R30E			Chaves, NM	
12. CHEC	K THE APPROPRIATE BOX(ES) TO IN	DICATE NATURE OF NOTION	CE, REPORT OR OTHE	ER DATA
TYPE OF SUBMISSION TYPE OF ACTION				
			uction (Start/Resume)	Water Shut-Off
tice of Intent			amation	Well Integrity
Subsequent Report			omplete	Other
Final Abandonment Notice			porarily Abandon er Disposal	
	peration: Clearly state all pertinent details,			and approvimate duration thereof. If
determined that the site is ready for This well has been in Shut-In status In place. The producing perforation We propose to plug the well as follo Plug 1: Set CIBP @ 7560' and dum Plug 2: Pump a 35 sx class H plug Plug 3: Pump a 35 sx class C plug	for approximately 10 years. It is capa is in the well are from 7590 to 7610'. W ws: ap 35' of Class H cement on top. Perfo @ 6700' (6350' to 6700') to cover the 1 and squeeze in and out of squeeze ho	ble of producing commercial Ve have given up hope of a r for ate 3045' Top of Abo and Top of ceme tes at 3045' (2945 to 3045)	quantities of gas but t narket and hereby pro Plugsado nt	here is no gas gathering system.
Plug 4: Perforate squeeze hole at 455'. Pump 45 sx in and out of squeeze holes to fill 5 1/2" and 5 1/2" X 8 5/8" annulus				
After plugging the wellhead will be cut off and a dry hole marker set. The location will then be remediated.				
NOTE: A detailed well bore diagram showing the current wellbore and plugging plan is attached.				2EP 12 2018 PM2: 1
SEE ATTACHED FOR				
CONDITIONS OF APPROVAL				
14. I hereby certify that the foregoing is t	rue and correct. Name (Printed/Typed)	<i>[</i>	- <u>}</u> [-	-#
Phelps White		Title President) . \	
2			APPRO)	Mont h
Signature		Date 09/12/2018		
THIS SPACE FOR FEDERAL OR STATE OFFICE/USE				
	 Approval of this notice does not warrant o itle to those rights in the subject lease which thereon 		BONEAU OF LAND AN CARLSBAD NEL	2018 MAGEMENT DIFFICE
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 United States any false,				
fictitious or fraudulent statements or representations as to any matter within its jurisdiction.				
(Instructions on page 2) FOR RECORD ONLY NMOCD 09/27/18				
	NMOLD 011	614.0		

Primero Operating, Inc.

WELL BORE DIAGRAM



Apache Springs Fed 1 30-005-21152 Primero Operating, Inc. September 18, 2018 Conditions of Approval

- 1. Operator shall place CIBP at 7,540' (50'-100' above top most perf) and place 35' of Class C cement on top as proposed. <u>WOC and TAG.</u>
- 2. Operator shall perf and squeeze at 6,700'. Operator shall place a balanced Class C cement plug from 6,700'-6,500' to seal the top of the Abo formation. <u>WOC and TAG.</u>
- 3. Operator shall perf and squeeze at 4,500. Operator shall place a balanced Class C cement plug from 4,500'-4,350'. As no more than 3,000' between plugs in cased hole.
- 4. Operator shall perf and squeeze as proposed at 3,045'. Operator shall place a balanced Class C cement plug from 3,045'-2,945' to seal the 8-5/8'' casing shoe. <u>WOC and TAG.</u>
- 5. Operator shall perf and squeeze at 1,700'. Operator shall place a balanced Class C cement plug from 1,700-1,500 to seal the top of the Yates formation. <u>WOC and TAG.</u>
- 6. Operator shall perf and squeeze at 1,050'. Operator shall place a balanced Class C cement plug from 1,050'-900' to seal the top of the Salt formation. WOC and TAG.

Note: Operator may combine steps 5 and 6 into one plug.

- 7. Operator shall perf and squeeze as proposed at 455'. Operator shall place a balanced Class C cement plug from 455'-surface to seal the 13-3/8'' casing shoe. <u>WOC and TAG</u>
- 8. See Attached for general plugging stipulations.

JAM 091818

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 W. Second Street Roswell, New Mexico 88201 575-627-0272

General Requirements for Plug Backs

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 **<u>ninety (90)</u>** days from this approval.

If you are unable to plug back the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged back. Failure to do so will result in enforcement action.

2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. Call 575-627-0205.

3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** 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 are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. Before pumping cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. <u>Subsequent Plug back Reporting</u>: Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back 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 work was completed</u>.

7. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.