	UNITED STATES EPARTMENT OF THE INTERIOR UREAU OF LAND MANAGEMENT	HODDS	FORM APPROVED OM B No. 1004-0135 Expires: January 31, 2004	
anth SHADRY	NOTICES AND REPORTS OF	N WELLS	5. Lease Serial No. NMNM83197	
Do not use th	is form for proposals to drill or t ell. Use Form 3160-3 (APD) for su	o re-enter an	6. If Indian, Allottee or Tribe Name	
	PLICATE- Other instructions on	reverse side.	7. If Unit or CA/Agreement, Name and/or No.	
1. Type of Well ✓ Oil Well □ □	Gas Well Other	8. Well Name and No.		
2. Name of Operator RIDGEWAY	ARIZONA OIL CROP		9. API Well No.	
a Address 777 N. ELDRIDGE PRKWY #	3b. Phone No. 832-485-8	30-041-10527 10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec.,)	T., R., M., or Survey Description)	CHAVEROO; SAN ANDRES		
SECTION 23, 07S-33E 660 FSL 660 FWL		11. County or Parish, State ROOSEVELT COUNTY, NM		
12. CHECK AF	PPROPRIATE BOX(ES) TO INDICATE	NATURE OF NOTICE,	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	nt Report		(Start/Resume INT TO PA P&A NR P&A R P&A R	
IN RESPONSE TO INC 1		LIC AND ABANDON TO	IE WELL IN ACCORDANCE WATER THE	
ATTACHED PLUGGING		LUG AND ABANDON TE	HE WELL IN ACCORDANCE WITH THE	
THE COMPANY WILL	NOTIFY BLM 24 HOURS PRIOR TO CO!	mal Dung h	leded	
	CEE ATT	ACHED FOR		
	CONDIT	IONS OF APP	PROVAL	
14. Thereby certify that the fore	egoing is true and correct	1		
Name (Printed/Typed) JAMIE L HOG	UE	Title VP REGULATOR	RY AFFAIRS DROVED	
Signature CLV	2 Hogue	Date	05/04/2016	
	THIS SPACE FOR FEDERAL	L OR STATE OFFI	CE USEMAY 1 6 20/6	
	attached. Approval of this notice does not warral or equitable title to those rights in the subject to conduct operations thereon.		SWELL SELD OF CEMENT	
Title 18 U.S.C. Section 1001 and Tit States any false, fictitious or fraudo	ulent statements or representations as to any matte	er within its jurisdiction.	fully to make to any department or agency of the United	
/I	FAD DECAPH		//	

(Instructions on page 2)

MW/OLD 5/23/2016



Plugging Procedure Federal 23 #1 API No. 30-041-10527 M-23-07S-33E 660 FSL 660 FWL

- 1. Prepare location and test anchors
- 2. MIRU plugging rig
- 3. Notify BLM 24 hours prior to commencement of P & A procedure.
- 4. NDWH/NU BOP

OK

- 5. RIH w-4 ½ CIBP on 2 3/8 WS @ 4092' (+/-) within 50' of top perf (4142')
 - a. Spot 35' of cement on CIBP
 - b. WOC -4042' (+/-)
- 6. Load well with a minimum of 9 lb. mud and conduct MIT to 500 psi; test for leak off.
 - a. Bleed pressure off after MIT.
- 7. MIRU WL and RIH w/perf gun to 2500'
 - a. perforate @ 2 JSPF
 - b. POOH w/WL
 - c. RDWL
- 8. TIH w/WS Squeeze 60 SX cement plug @ 2500' to 2300' (+/-)
 - a. Wait on cement
 - b. Tag plug @ 2300' or above.
- 9. MIRU WL and RIH w/perf gun to 1875'
 - a. perforate @ 2 JSPF
 - b. POOH w/WL
 - c. RDWL

10. TIH w/WS – Squeeze 40 SX cement plug @ 1875' to 1775'

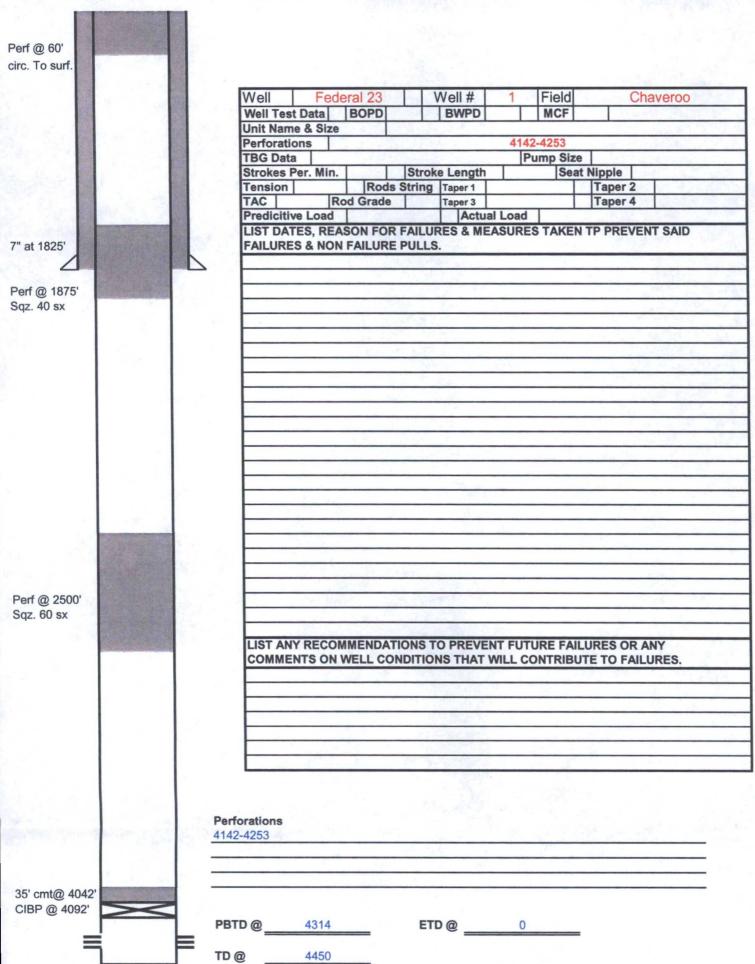
- a. Casing shoe @ 1825'
- b. Wait on cement
- c. Tag plug @ 1775' or above
- 11. TIH w/WS Circulate cement plug from 60' to surface
 - a. Wait on cement
 - b. Cut off well head 4' below ground level
 - c. Cut anchors
- 12. RDMO Plugging Rig
- 13. Install below grade P & A marker at least 3' below ground level

Haditional plugnelded 2300'-2175' to seal yaks. See (DA).

777 North Eldridge Parkway, Suite 150 Houston, TX 77079 Tel: 832-485-8500

Lease	NMNM83197	
Well Name	Federal 23	Well No. 1
Field	Chaveroo	
County	Roosevelt	
State	NM	
Date	5/1/2016	
Date Comp		
KB	0.00	

Description	O.D.	Grade	Weight	Depth	Cmt Sx	TOC
Surface Csg	7	0	20#	1825	375	Surface
Inter Csg	0	0	0	0	0	0
Prod Csg	4 1/2	0	9 1/2	4448	330	0
Liner O.D.	0	0	0	0	0	0



Federal 23 1 30-041-10527 Ridgeway Arizona Oil Corp May 16, 2016 Conditions of Approval

- 1. Operator shall place CIBP at 4,092' (50'-100' above top most perf) and place 35' of Class C cement on top as proposed. WOC and TAG.
- 2. Operator shall perf and squeeze at 2,500'as proposed tagging plug at 2,300'.
- 3. Operator shall place a balanced Class C cement plug from 2,300'-2,175' to seal the top of the Yates formation. WOC and TAG.
- 4. Operator shall perf and squeeze at 1,875' as proposed tagging plug at 1,775' to seal the surface shoe.
- 5. Operator shall place a balanced Class C cement plug from 60'- surface as proposed
- 6. See Attached for general plugging stipulations.

JAM 051616

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

Permanent Abandonment of Federal Wells Conditions of Approval

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 ninety (90) days from the approval date of this Notice of Intent to Abandon. If you are unable to plug the well by the 90th day provide the BLM Roswell Field Office (RFO), prior to the 90th day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action. Unless the well has been properly plugged, the rig shall not be removed from over the hole without prior approval.
- 2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.
- 3. <u>Blowout Preventers:</u> A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.
- 5. Cement Requirement: 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 not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

- 6. Monument: Upon abandonment of the well, all casing shall be cut-off at the base of the cellar or 3-feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to the BLM Roswell Field Office. The report should give in detail the manner in which the plugging 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. **Show date well was plugged.**

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.