Form 3160-5 (June 2015)

UNITED STATES

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

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT arisbad Field Chill 6265

SUNDRY	NOTICES AND REPOR	TS ON WE	LLS	1 ICIU	MNN57265		
abandoned we	is form for proposals to o II. Use form 3160-3 (APD) for such p			of Indian, Allottee o	r Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well Oil Well Gas Well Other					7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Oil Well Gas Well Other 2. Name of Operator NEARBURG PRODUCING COMPANYE-Mail: bettie@watsonreg.com 3a. Address 3b. Phone No. (include area code)					ell Name and No. LEA SOUTH 25 FEDERAL COM 3BS 7H		
2. Name of Operator Contact: BETTIE WATSON NEARBURG PRODUCING COMPANYE-Mail: bettie@watsonreg.com					9. API Well No. 30-025-43029-00-X1		
3a. Address 3300 NORTH A STREET BLD MIDLAND, TX 79705	(include area code) 9-0132		10. Field and Pool or Exploratory Area LEA				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 25 T20S R34E SWSE 33 32.321592 N Lat, 103.304173		LEA COUNTY, NM					
12. CHECK THE A	PPROPRIATE BOX(ES) T	TO INDICA	ΓE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	☐ Acidize ☐ Deepen ☐ Prod		☐ Product	ion (Start/Resume)	☐ Water Shut-Off		
	☐ Alter Casing	☐ Hyd	raulic Fracturing	☐ Reclam	ation	■ Well Integrity	
☐ Subsequent Report	uent Report		☐ Recomp	lete	Other Other		
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon ☐ Tempo		arily Abandon	Change to Original A PD		
	☐ Convert to Injection	☐ Plug	☐ Plug Back ☐ Water I		Disposal		
13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f A. Change of Well Name from to: Lea South 25 Federal Cor B. (1)-We will be utilizing a C speed head. (2)-We request a change on the accordance with new regulation.	ally or recomplete horizontally, grk will be performed or provide to operations. If the operation resubandonment Notices must be filed in all inspection. The control of the surface of the work of t	ive subsurface the Bond No. outs in a multiple donly after either the Bond No. over 2BS (H) 3/9 50 vell. Please the and internal process and internal proces	locations and measurable file with BLM/BIA completion or reconstruction of the completion of the compl	red and true ve Required sul mpletion in a r ing reclamation HED I NS OF agram for	rtical depths of all pertin psequent reports must be new interval, a Form 316 a, have been completed a OR APPROVAL	ent markers and zones. filed within 30 days 0-4 must be filed once and the operator has	
Chisholm Energy Operating, L Company.	LC will be submitting Char	nge of Opera	tor Sundry from	Nearburg F	roducing		
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #3' For NEARBURG P itted to AFMSS for processi	79286 verifie RODUCING ng by DEBO	RAH MCKINNEY	on 06/30/2017	System (17DLM1338SE)		
Name (Printed/Typed) BETTIE WATSON			Title AGENT				
Signature (Electronic S	ubmission) Date 06/20/2017						
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE		
Approved By MUSTAFA HAQUE Conditions of approval, if any, are attached. Approval of this notice does not warrant or			TitlePETROLE	UM ENGINI	EER	Date 08/21/2017	
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 Hobbs				

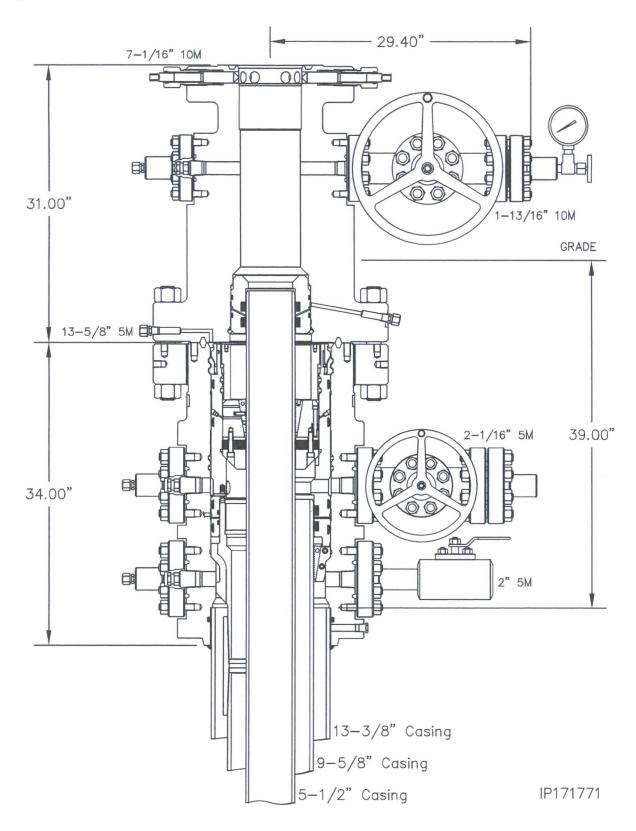
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **



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System Drawing





PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Nearburg Operating

LEASE NO.: | NMLC0066126

WELL NAME & NO.: Lea South 25 Fed Com 2BS 7H

SURFACE HOLE FOOTAGE: 330 '/S & 1980'/E BOTTOM HOLE FOOTAGE 330'/N & 2080'/E

LOCATION: | Section 25, T.20 S., R.34 E., NMPM

COUNTY: Lea County, New Mexico

All previous COAs still apply except the following:

A. PRESSURE CONTROL

- 1. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Operator shall perform the intermediate casing integrity test to 70% of the casing burst. This will test the multi-bowl seals.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

MHH 08212017



Haque, Mustafa <mhaque@blm.gov>

Multi Bowl BOP Testing

2 messages

Brad Burke <bburke@chisholmenergy.com> To: "Haque, Mustafa" <mhaque@blm.gov>

Thu, Aug 10, 2017 at 1:17 PM

Mustafa,

Thank you for the phone call. After talking I talked with our field representative and he informed me that once we have nippled up the BOP's on the surface casing we do not break any seals on the BOP after that point.

Our procedure is to nipple up BOP's to the surface casing, pressure test the BOP's to 5000 psi high and 250 psi low. We do not anticipate breaking any seals on the BOP from that point until rig release, however if we do break any seal, the entire BOP will be retested to 5000 psi high and 250 psi low.

Please let me know if you have any questions.

Thanks.

Brad Burke

Sr. Engineer Office: 817-953-3042

Cell: 432-413-2367

Chisholm Energy Holdings, LLC



801 Cherry St Suite 1200 Unit 20

Fort Worth TX, 76102

Haque, Mustafa <mhaque@blm.gov> To: Brad Burke <bburke@chisholmenergy.com> Thu, Aug 10, 2017 at 1:49 PM

Thanks for the email Brad

Regards,

Mustafa Haque Petroleum Engineer Bureau of Land Management 620 E Greene St.