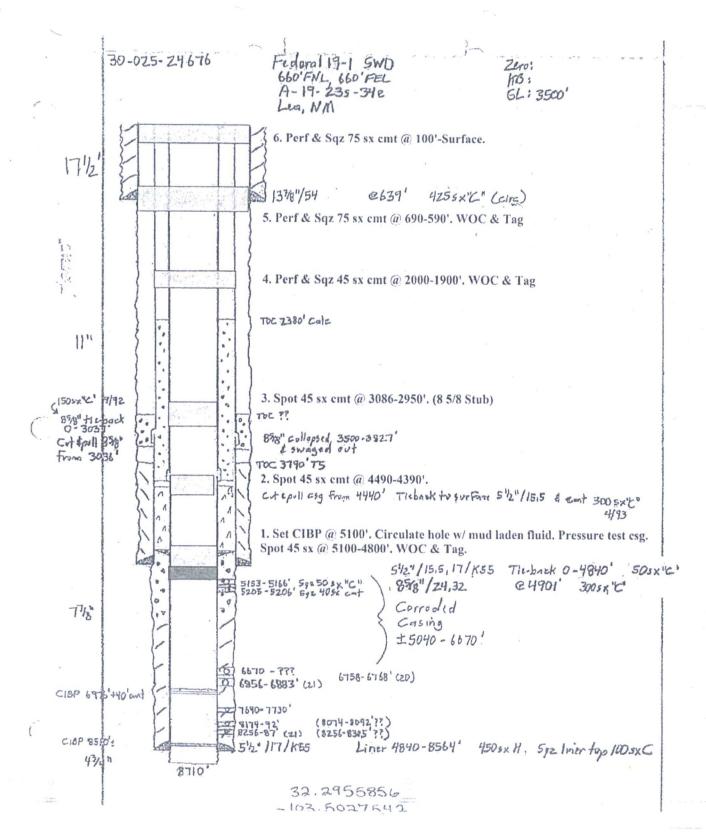
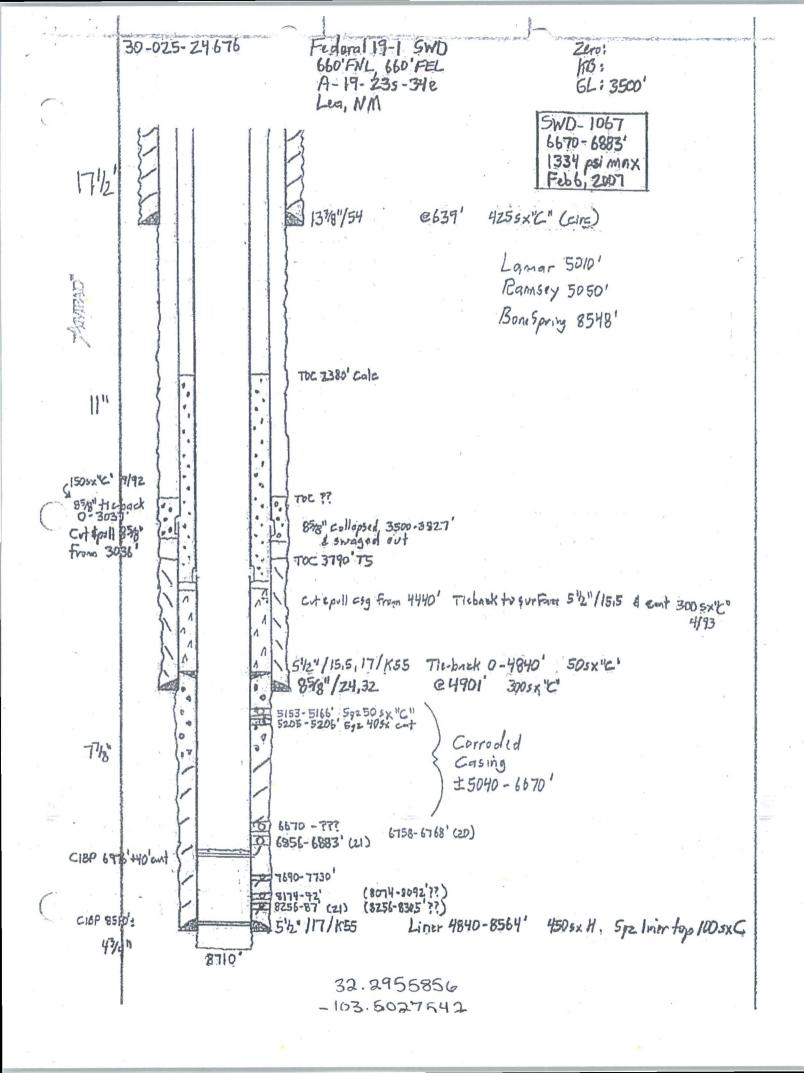
	BU SUNDRY I Do not use this abandoned wel	S NTERIOR GEMENT RTS ON WE drill or to re- D) for such p	UCU-HU	FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMNM68820 6. If Indian, Allottee or Tribe Name					
	Tyme of Well								
6.9	Soil well Gas Well Oth					L 19 01			
COG	2. Name of Operator ENDURANCE RESOURCES I	ABIGAIL MONTGOMERY			9. API Well No. 30-025-24676-00-S1				
Cu	3a. Address 203 WEST WALL SUITE 1000 MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 432-580-7161			10. Field and Pool or Exploratory Area WILDCAT;WOLFCAMP				
	4. Location of Well (Footage, Sec., T.				11. County or Parish, State				
	Sec 19 T23S R34E NENE 660				LEA COUNTY, NM				
	12. CHECK THE AP	12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA							
	TYPE OF SUBMISSION	TYPE OF ACTION						-	
	Notice of Intent	□ Acidize				eclamation (Start/			
	Subsequent Report	 Alter Casing Casing Repair 	□ New Construction □ Red		_	Reclamation P&A NR Recomplete P&A R			
	Final Abandonment Notice	Change Plans							
CO	following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi	the Bond No. on file with BLM/BIA. Required st aults in a multiple completion or recompletion in a ed only after all requirements, including reclamatic Pressure test csg. Spot 45 sx @ 5100-4 Follow affached COA's For approved & bandonme Ne Marker.			new interval, a Form 3160-4 must be filed once on, have been completed and the operator has				
14. I hereby certify that the foregoing is true and correct. Electronic Submission #382679 verified by the BLM Well Information System									
	For ENDURANCE RESOURCES LLC, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 09/20/2017 (17PP0623SE)								
	Name (Printed/Typed) ABIGAIL	Title AGENT							
	Signature (Electronic S	Date 07/26/2017							
	THIS SPACE FOR FEDERAL OR STATE OFFICE USE								
	_Approved By Paul K Sur	LOIF					Date		
	Conditions of approval, if any, are attached certify that the applicant holds legal or equ which would entitle the applicant to condu				BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE				
	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 REV	tructions on page 2) ** BLM REVISED **							
							ECORD	ONLY	

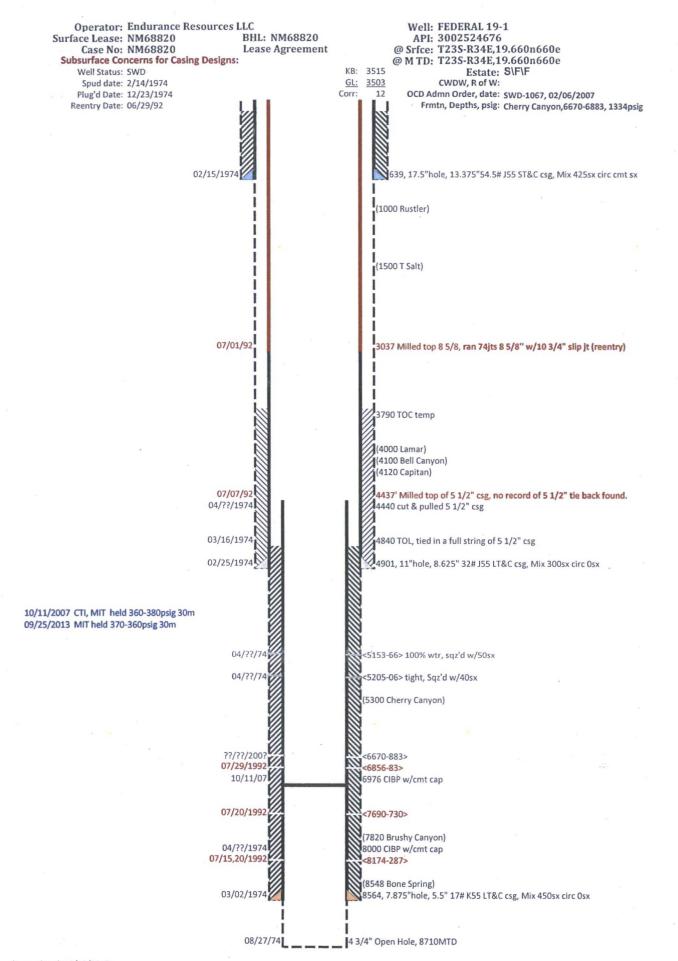




Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 General Plugback & Plg Guidelines

- 1. Within a wellbore, all penetrated formation tops of usable-quality water, oil, gas, or geothermal bearing resources, prospective valuable deposit of minerals, and/or receive disposal fluids with a potential to migrate between formations via the wellbore shall be isolated with cement plugs covering the drilled wellbore diameter from 50ft or more below to 50ft or more above when abandoned.
- 2. Casing shoes, casing stubs, liner tops, and DV Tools shall be isolated with cement plugs covering the drilled wellbore diameter from 50ft or more below to 50ft or more above.
 - a. Below 7500ft, use Class "H" neat cmt mixed 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water, with a WOC time of 8hrs..
 - b. Above 7500ft, use Class "C" neat cmt mixed 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water, with a WOC time of 4hrs.
- 3. Mix formation isolation cmt plugs (never use less than 25sx) for a vertical depth 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.
 - a. A plug set from 8000ft in 7" casing with bonded cement would require 180ft of cement slurry or 35sx.
 - b. A 25sx plug set from 800ft in 5 1/2" csg with bonded cement will cover 250ft. The plug will exceed 100ft plus 10ft per 1000ft.
- 4. Verify all plug tops by tagging with tbg and always pressure test cmt plugs set above wellbore flow.
- 5. Place mud (25sx saltwater gel/100bbls mixed in 9lb/gal brine) between plugs.
- 6. If at plug depth cmt/csg bonding is missing, perforate at lowest plug depth and sqz cmt behind csg or cut and pull csg prior to cementing the drilled wellbore diameter.
- 7. Within a formation isolate with:
 - a. A cmt plug at the bottom of open hole completions.
 - b. Two 100ft plugs for a extremely thick single formation In open hole. The plugs are to cover from 50ft or more below to 50ft or more above the formation base and from 50ft or more below to 50ft or more above the formation top.
 - c. A cmt plug opposite open perforations with cmt/csg bonding. Extend the plug 50ft or more below to 50ft or more above the perf'd interval.
 - d. A CIBP set less than 100' above open perfs with cmt/csg bonding.
 - e. Dump bail 35'of cmt on top of CIBP(s) set to abandon the lower nonproducing perforations within a formation.
 - f. A balanced cmt plug set with tbg above the topmost CIBP of a formation.
- 8. Space cmt plugs no more than 2000ft apart in open hole and no more than 3000ft apart in cased hole.
- 9. In the designated R-111-P Secretary Potash Area, balance a solid cmt plug from 50ft or more below to 50ft or more above the salt section in the drilled wellbore diameter. Mix this cmt slurry with 10lb/gal brine common to this salt section and no more than 03% CaCl wt. to cmt wt. whenever possible.
- 10. Outside the R-111-P area, isolate the salt section by placing a cmt plug from 50ft or more below to 50ft or more above the base of salt and top of salt section.
- 11. Isolate a drilled wellbore from the Capitan Reef and Cave Karst horizons by placing a cmt plug from 50ft or more below to 50ft or more above the base.
- 12. Set a cmt plug to surface (less than 25sx OK) from 60ft or below ground level. Verify the drilled wellbore diameter plugged with cmt and no annular space extends to the surface from the drilled hole below.

2017prs (0.2



last updated: 12/12/2017

WB Rcd (5.96 Fed-01 2524676

Conditions of Approval

Endurance Resources LLC Federal - 01, API 3002524676 T23S-R34E, Sec 19, 660FNL & 660FEL December 12, 2017

- 1. Within 90 days of these conditions of approval for the processed Electronic Submission #382679 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. Subject to like approval by the New Mexico Oil Conservation Division.
- 5. <u>Notify 575-393-3612 Lea Co as work begins.</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. 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.
- 10. 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.
- 11. 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.
- 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. Clean out the wellbore to the MTD 8710 in open hole.

*

- 17. Set a 25sx balanced "H" cmt plug (calc'd for 4 3/4" open hole) from MTD 8710'. WOC, and tag the plug with tbg at 8490' or above covering the bottom of open hole, the 5 ½" csg shoe and the Bone Spring formation top.
- 18. Set a min 50sx balanced "H" cmt plug on a CIBP set within 100' of the top perf 8174'. WOC, and tag the plug with tbg at 7760' or above over the Brushy Canyon.
- 19. Pressure test the casing to 500psig after a CIBP is set within 100' of the top perf 6670'
- 20. Set a min 25sx balanced "C" cmt plug on a CIBP set within 100' of the top perf 6670'. WOC, and tag the plug with tbg at 6400' or above over the Cherry Canyon top perf.
- 21. Set a min 25sx balanced "C" cmt plug from 5380'. WOC, and tag the plug with tbg at 5130' or above over the Cherry Canyon formation top.
- 22. Set a min 25sx balanced "C" cmt plug from 4970'. WOC, and tag the plug with tbg at _____ 4740' or above over the 8 5/8 csg shoe.
- **23.** Set a min 65sx balanced "C" cmt plug from 4170' in the 8 5/8 csg. WOC, and tag the plug with tbg at 3930' or above over the Base of Salt, Lamar, and Bell Canyon formation top.
- 24. Pull a freepoint on the 8 5/8" csg. Cut and pull the 8 5/8" from as deep as possible (3790' was the TOC recorded by a temperature survey).
- 25. Set a 70sx "C" cmt plug from 50' or more inside the 8 5/8" csg stub. WOC, and tag the plug with tbg 140' or more above the total plug depth.
- 26. Set a 70sx "C" cmt plug in open hole from 1570' or below across the Top of Salt. WOC, and tag the plug with tbg at 1440' or above.
- 27. Set a 70sx "C" cmt plug in open hole from 700' across the 13 3/8" srf csg shoe. WOC, and tag the plug with tbg at 580' or above.
- 28. Perf at 60' or below. Establish circulation through the 13 3/8" csg x 17 1/2" hole annulus. Fill with (±20sx) balanced "C" cmt plug and verify the 13 3/8" csg from 60' cemented to surface.
- 29. 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.

* NEED CMT PLUG ACROSS 85% TIE Back at 4440 MW/OCD

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.
- 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)