Form 3160-5 (August 2007)

Signature

Approved By

(Electronic Submission)

Conditions of approval, if any, are attached. Approval of this notice does not warrant or 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.

NITED STATES

DEPAR 1 MENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Lease Serial No.

SUNDRY	NMLC061840A				
Do not use thi abandoned wei	NMLC061840A 6. If Indian, Allottee of				
SUNDRY Do not use this abandoned well SUBMIT IN TRIB	If Unit or CA/Agre 8910086380	If Unit or CA/Agreement, Name and/or No. 8910086380			
1. Type of Well	o. Well Ivalle and Ivo.				
1. Type of Well Oil Well Gas Well Oth Name of Operator	PEARSALL QN S	SAND UT 7			
2. Name of Operator LEGACY RESERVES OPERA	9. API Well No. 30-025-00834-0)0-S1			
3a. Address 303 W WALL SUITE 1600 MIDLAND, TX 79702	b. Phone No. (include area code) Ph: 432.689.5200	10. Field and Pool, or PEARSALL	10. Field and Pool, or Exploratory PEARSALL		
4. Location of Well (Footage, Sec., T, R, M., or Survey Description)			11. County or Parish, and State		
Sec 4 T18S R32E NWNE 660	LEA COUNTY,	NM			
12. CHECK APPE	OPRIATE BOX(ES) TO I	NDICATE NATURE OF N	OTICE, REPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Natice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off	
	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	■ New Construction /	☐ Recomplete	Other	
☐ Final Abandonment Notice	☐ Change Plans	and Abandon	□ Temporarily Abandon	porarily Abandon	
	☐ Convert to Injection	☐ Plug Back	□ Water Disposal		
13. Describe Proposed or Completed Ope If the proposal is to deepen directiona Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi	ally or recomplete horizontally, given the will be performed or provide the operations. If the operation results andonment Notices shall be filed or	e subsurface locations and measure Bond No. on file with BLM/BIA. s in a multiple completion or recon	ed and true vertical depths of all pertin Required subsequent reports shall be appletion in a new interval, a Form 316	nent markers and zones. e filed within 30 days 50-4 shall be filed once	
Plug and abandon well. Will po Current and proposed wellbore	erform turn-key PXA with appetence of the properties of the properties attached.	proved vendor.			
Pre-job: -Check location for required di -Test pulling unit anchors if ne	rtwork cessary				
Procedure: 1. MIRU plugging company. N	U 2000# minimum rated BO	P.			
2. Plug #1 (Perforation Plug) F bailer and dump 3 sxs cmt on	RU wireline. RIH and set 4 1/top of plug from 3630'-3595'	/2" CIBP at 3630' (10'KB). R ' (35'). No tag required.	RIH w/wireline		
Below ground	level day he	ole marker	required.		
14. I hereby certify that the foregoing is true and correct. Electronic Submission #325691 verified by the BLM Well Information System For LEGACY RESERVES OPERATING LP, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 12/23/2015 (16PP0017SE)					
Name (Printed/Typed) KENT WIL			PETROLEUM ENGINEER		

OCD Hodds

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.

Date

Office

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

12/07/2015

Additional data for EC transaction #325691 that would not fit on the form

32. Additional remarks, continued

3. PU and RIH 2 3/8" tbg workstring to top of plug. Circulate the casing w/mud laden fluid. Csg					
Volume = 169 bbls	2468	2468 - 2338	wocton (B/Salt)		
4. Plug #2 (Casing Plug) F	Perforate csg at 2006. Sqz 28 sxs	cmt from 2000' 1850 ' (150'). No ta g	WOCTON (BISAIT)		
required. Add Plug.	fer @ 1400. S	QZ CM to 1250	. WOCTER (T/salt)		
5. Plug #3 (Casing Shoe F Tag plug.	Plug) Perforate csg at 1168'. Sqz 7	71 sxs cmt from 1168'-1018' (150'). V	voc.		

- 6. Plug #4 (Casing Plug) Perforate csg at 400'. Sqz 55 sxs cmt from 400'-300' (100'). No tag requiredz
- 7. Plug #5 (Surface Plug) Perforate csg at 60'. Sqz and circulate 11 sxs cement from 60'-0' (60'). Top off csg at surface.
- 8. Cut off well head. Weld on dry hole marker. Backfill cellar as necessary. Clean location. RDMO.

-Use Class "C" Neat Cement, 1.32 ft 3/sx cmt yield
-Use 9.0 PPG mud laden fluid (25 sxs @ 50 # gel/sx in 100 bbls brine)
-Notify BLM office (Carlsbad,NM) at (575) 234-5972 at least 24 hrs prior to initiating plugging



TD 3760'

sx, TOC @ 2412'

PEARSALL QUEEN SAND UNIT #7

Current Wellbore Diagram

FIELD: Pearsall (Queen)

COUNTY: Lea

STATE: New Mexico

GL: 3877'

KB: Unknown

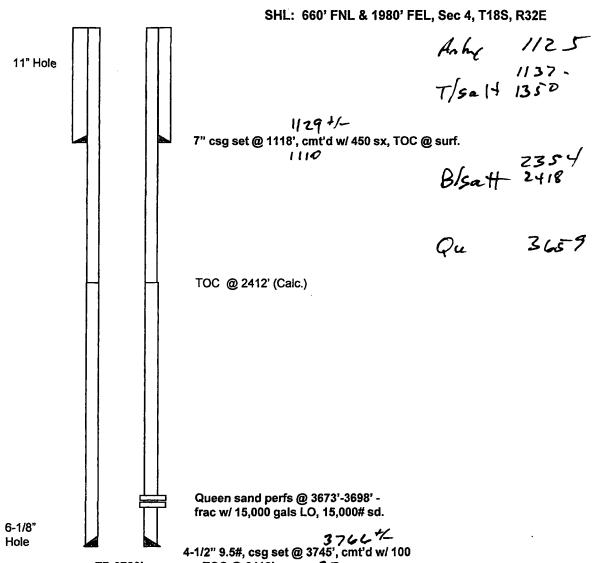
SPUD DATE: 08/24/58

LATEST UPDATE: 10/09/2013

BY: MAL.

API No: 30-025-00834

Location:



3747



PEARSALL QUEEN SAND UNIT #7

Proposed PXA Wellbore Diagram

FIELD: Pearsall (Queen)

COUNTY: Lea

STATE: New Mexico

GL: 3877'

KB: Unknown

SPUD DATE: 08/24/58

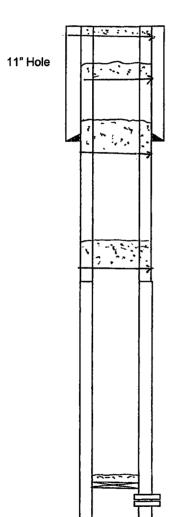
LATEST UPDATE: 10/09/2013

BY: MAL

API No: 30-025-00834

Location:

SHL: 660' FNL & 1980' FEL, Sec 4, T18S, R32E



TD 3760'

7" csg set @ 1118', cmt'd w/ 450 sx, TOC @ surf.

TOC @ 2412' (Calc.)

6-1/8" Hole Queen sand perfs @ 3673'-3698' - frac w/ 15,000 gals LO, 15,000# sd.

4-1/2" 9.5#, csg set @ 3745', cmt'd w/ 100 sx, TOC @ 2412'

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

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 <u>ninety (90)</u> 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 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. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 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. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing 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>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, 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 three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. 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.**
- 8. <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.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.