

UNITED STATES DEPARTMENT OF THE INTERIOR

32025-29523
 BUREAU OF LAND MANAGEMENT
 LEASE DESIGNATION AND SERIAL

NM-2244

INDIAN ALLOTTEE OR TRIBE

MINERAL RIGHTS COMMISSION
 HOBBS, NEW MEXICO 88240

NOTICES AND REPORTS ON WELLS

REGISTRATION FOR PERMIT FOR SUCH PROPOSALS

1. NAME OF OPERATOR
 ELK OIL COMPANY

2. ADDRESS OF OPERATOR
 Post Office Box 310, Roswell, New Mexico 88202-0310

3. LOCATION OF WELL (Report location yearly and in accordance with any State requirements. See also space 17 below.)
 AT SURFACE

1980' From the South Line and 1980' From the East Line

4. ELEVATION (Show whether OF, AT, OR, etc.)
 3322 GR

5. UNIT AGREEMENT NAME

6. FARM OR LEASE NAME
 Phillips Federal

7. WELL NO.
 1

8. FIELD AND POOL, OR WILDCAT
 Cline/Drinkard/Abo

9. SEC., T., R., M., OR BLK. AND SURVEY OR AREA

Section 12-23S-37E

10. COUNTY OR PARISH 11. STATE
 Lea NM

Check appropriate box to indicate nature of Notice or Other Data

12. NATURE OF NOTICE OR OTHER DATA

13. SUBSEQUENT REPORT OF:

14. <input type="checkbox"/> REVISION	15. <input type="checkbox"/> CHANGE IN WELL	16. <input type="checkbox"/> WATER SHORTAGE	17. <input type="checkbox"/> REPAIRING WELL
18. <input type="checkbox"/> ABANDON*	19. <input checked="" type="checkbox"/> X	20. <input type="checkbox"/> FRACTURE TREATMENT	21. <input type="checkbox"/> ALTERING CASING
22. <input type="checkbox"/> CHANGE IN WELL	23. <input type="checkbox"/> OTHER	24. <input type="checkbox"/> SHOOTING OR BLOWING	25. <input type="checkbox"/> ABANDONMENT*

NOTE: Report results of multiple completion on Well Completion or Recalculation Report and Log form.

16. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones perforated.

Intent to plug and abandon as follows:

NOTIFY BLM PRIOR TO ANY WORK AT (505)373-3612

- (1) Set Cast Iron Bridge Plug at 6500' with 35' of cement on top.
- (2) Cut and pull 5 1/2" casing at 2500'.
- (3) Set 100' plug in and out of 5 1/2" casing stub. TAG PLUG.
- (4) Set 100' plug at surface. SET 100 PLUG @ SURF. CSG SUB. (1210'-1110'). TAG PLUG.
- (5) Install 4" X 4" dry hole marker.

4X10'

Level and clean location.

Plug mud between all plugs.

RECEIVED
 OCT 4 11 25 AM '91
 CARETAKER
 AREA
 OFFICE
 MANAGERS

RECEIVED
 SEP 30 3 03 PM '91
 BUREAU OF LAND MANAGEMENT

18. I hereby certify that the foregoing is true and correct

SIGNED Joseph J. Kelly TITLE President DATE 9/27/91

(This space for Federal or State office use)

APPROVED BY _____ TITLE _____ DATE 4/13/93

CONDITIONS OF APPROVAL, IF ANY:

SEE ATTACHED

*See Instructions on Reverse Side

BUREAU OF LAND MANAGEMENT
CARLSBAD RESOURCE AREA

Permanent Abandonment of Wells on Federal Lands

Conditions of Approval

1. Approval: Plugging operations shall commence within 90 days from the approval date of plugging procedure.

2. Notification: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Eddy County call (505)887-6544 ; for wells in Lea County call (505) 393-3612.

3. Blowout Preventers: 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 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. Mud Requirement: 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 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 are not final.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" , for up to 7,500 feet of depth, mixed at 14.8 lbs./gal. with 6.3 gallons of fresh water per sack or class "H" , for deeper than 7,500 feet plugs, mixed at 16.4 lbs./gal. with 4.3 gallons of fresh water per sack.

6. Dry Hole Marker: 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 capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. 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, section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).

7. Subsequent Plugging Reporting: Within 30 days after plugging work is completed, file one original and five 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 gate well was plugged.

Following the submittal and approval of the Subsequent Report of Abandonment, surface restoration conditions of approval will be developed and furnished to you.