

Martin, Ed, EMNRD

From: White, Thomas <Thomas.White@kindermorgan.com>
Sent: Monday, November 18, 2013 2:21 PM
To: Martin, Ed, EMNRD
Subject: RE: Cottonwood Canyon Wells Status

Ed,

As discussed this morning the list of wells that need to be updated to TA status is as follows;

✓ CC3	30-003-20026
✓ CC4	30-003-20019
✓ CC5	30-003-20025
✓ CC8	20034
✓ CC9	20037
✓ CC10	20038
✓ CC11	20039
✓ CC12	20040
✓ CC6x	30-003-20033
✓ CC7x	20036
✓ CC14x	20042

✓ CC14 30-003-20041

TA STATUS APPROVED UNTIL
9/30/2015. ALL AWAITING PIPELINE
NO PRESSURE ON ANY WELL.

While we are still evaluating our development strategy for Cottonwood Canyon, we do not intend to keep any of these wells as producers. Our current plans are to plug them in our 2015-2016 plugging campaign, which will include wells within the St Johns unit as well.



DISTRICT SUPERVISOR

From: Martin, Ed, EMNRD [mailto:ed.martin@state.nm.us]
Sent: Tuesday, November 12, 2013 12:06 PM
To: White, Thomas
Subject: RE: Cottonwood Canyon Wells Status

Attached is a list of wells that we show for the Cottonwood Canyon Unit. There is no #13.

Status Codes:

P = Plugged and Abandoned
T = Temporarily Abandoned
A = Active
N = New drill
E = Expired Temp. Abandoned Status

We need to do something with all of the wells in yellow. Based on the communication from Corrie Hartman, numbers 2, 11, 12, and 14X will be plugged and abandoned. Not sure what #13 is. What about the rest? "Shut-In" is not an acceptable status for our system. Shut in wells need to be on an approved Temporary Abandonment program.

I show the #2 well plugged under Ridgeway. Plugged wells and cancelled APD's remain in the name of the operator at that time in our system.

Perhaps we need to talk.

Ed Martin
New Mexico Oil Conservation Division
Supervisor, District 4
1220 S. St. Francis
Santa Fe, NM 87505
Office: 505-476-3470
Cell: 505-690-2365
Fax: 505-476-3462

From: White, Thomas [<mailto:Thomas.White@kindermorgan.com>]
Sent: Monday, November 11, 2013 9:45 AM
To: Martin, Ed, EMNRD
Subject: FW: Cottonwood Canyon Wells Status

Ed,

Below is a response from our Subsurface Manager, Corrie Hartman as y can see we plan on a P&A program in 2015...

From: Hartman, Corrie
Sent: Monday, November 11, 2013 9:33 AM
To: White, Thomas
Cc: Kelsay, Travis; Long, Wei; Ferreria, Carlos; Zweig, Casey
Subject: Cottonwood Canyon Wells Status

Hi Tom,

The most recent well list that I have shows the following CWC wells and their status (excluding wells that have already been PxA'd):

CC#2 TA
CC#13 TA
CC#11 SI
CC#12 SI
CC#14x SI

While we are still evaluating our development strategy for Cottonwood Canyon, we do not intend to keep any of these wells as producers. Our current plans are to plug them in our 2015-2016 plugging campaign, which will include wells within the St Johns unit as well.

Let me know if you need anything else to address this audit item.

Corrie Hartman
Manager Engineering CO2 Source Development
Kinder Morgan CO2
1001 Louisiana Street, Suite 1000
Houston, TX 77002
ofc: 713-420-5353
mob: 832-541-3190