Martin, Ed, EMNRD

From: Sent: To: Subject: White, Thomas <Thomas_White@kindermorgan.com> Monday, November 18, 2013 2:21 PM Martin, Ed, EMNRD 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	30-0	03-20026	
	CC4	30-0	03-20019	
	CC5	30 -0	003-20025	
	CC8	1	1 20034	•
	CC9		20037	_
ν.	CC10		20038	
	CC11		20039	
	CC12	1	1 20040	
\checkmark	CC6x	30-0	003-20033	
V	CC7x		20036	
<u> </u>	CC14x	}	20042	

VCC14 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

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