Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

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

5. Lease Serial No. NMLC068282B

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					NMLC068282B 6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No.		
Type of Well Gas Well □ Other					8. Well Name and No. GOLDEN SPUR 25 FBS 3H		
2. Name of Operator CONOCOPHILLIPS COMPANY E-Mail: kristina.mickens@conocophillips.com					9. API Well No. 30-015-41230-00-X1		
			o. (include area code) 06-5282		10. Field and Pool, or Exploratory RED HILLS		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish,	and State	
Sec 25 T26S R31E SWSW 46			EDDY COUNTY	′, NM	•		
12. CHECK APPI	ROPRIATE BOX(ES) TO) INDICATE	NATURE OF 1	NOTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION TYPE OF ACTION							
Notice of Intent	☐ Acidize☐ Alter Casing	☐ Deep	oen ture Treat	☐ Producti	on (Start/Resume)	☐ Water Shut-Off ☐ Well Integrity	
■ Subsequent Report	Casing Repair	_	Construction	☐ Recomp		Other	
☐ Final Abandonment Notice	☐'Ćhange Plans	_	and Abandon		arily Abandon		
G : mai / pamaamman : mara	Convert to Injection	_ ~	☐ Plug Back ☐ Water		•		
If the proposal is to deepen direction. Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for f The original NOI for remedial Transaction #225203	rk will be performed or provide loperations. If the operation repandonment Notices shall be filinal inspection.) work was approved by Bl	the Bond No. on sults in a multiple ed only after all r	file with BLM/BIA e completion or recreequirements, includes on 11/1/2013.	a. Required sub empletion in a reling reclamation Electronic	sequent reports shall be lew interval, a Form 316 n, have been completed, a	filed within 30 days 0-4 shall be filed once and the operator has Accepted for	٦ ٢
ConocoPhillips successfully re that we had a failed collar. Bu that we now have another lea	t when we attempted to re k.	epressure test	the wellbore we	discovered		NMOC	
The wellbore consists of a 5-1 Intermediate casing set at 6,6 Packer at 6,749'. The Top of wellbore, prior to stimulation, 1 3,200 psi was established whi	35'. There is a DV Tool Io Cement is calculated to b the casing failed at 9,000	ocated at 6,74 e at 3,965'. V psi. An inject	7 and an Exterr Vhile pressure to ion rate of 2 bpr	nal Casing Desting the	OITIONS OF A	OR INTERPROVAL RECEIVED)
14. I hereby certify that the foregoing is	Electronic Submission #2 For CONOCOP	HILLIPS COM	PANY. sent to th	e Carlsbad	5.6	MMOCD ARTES	A
	tted to AFMSS for processi MICKENS	ing by CHRIST		on 11/26/2013 ATORY SPE	, , -	THE STATE OF THE S	<i>F</i>
Signature (Electronic S	Submission)		Date 11/21/2	013	ADDD	OVED	
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE US	E	TOVED	
Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or			Title		NOV 2	6 2013 _s	
conditions of approval, it any, are attached. Approval of this notice does not warrant of 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.			Office			ND MANAGEMENT	

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 of agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #227622 that would not fit on the form

32. Additional remarks, continued

collar was damaged at 968'. The 5-1/2" casing was chemical cut at 998', and then backed off at 1,047'. New 5-1/2" 17# P-110 casing was ran and screwed into the existing 5-1/2" 17# P-110 casing. The wellower was once again pressure tested and the pressure test failed again. The casing will need to be repaired prior to any stimulation work.

Proposed Path forward:

Due to the initial failed collar and the leaking area around the DV Tool, WE propose that the Golden Spur 25 FBS 3H 5-1/2" 17# P-110 be remediated by:

1. Run a free point to find out the deepest possible depth at which we can back off the 5-1/2"

2. Back the 5-1/2" casing off at the deepest collar possible based on the free point, and lay down that casing.

3. Run new 5-1/2" 17# P-110 casing and collars and screw back into the existing casing. By replacing the pipe and collars above the TOC any questions about the casing integrity can be

4. Install a casing patch across the DV Tool to eliminate any possible leaks in the connections of the DV Tool and ECP as well as any leak that may be occurring in the DV Tool itself.

5. Once the 5-1/2" casing has been replaced and the casing patch is installed the wellbore will then be pressure tested prior to stimulation taking place.

Conditions of Approval
Golden Spur 25 FBS 3H
3001541230

1. The casing must be pressure tested to max treating pressure. If test fails notify the BLM.

CRW 112613