Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Gabriel Wade, Acting Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following <u>3160-5</u> form.

Operator Signature Date: **Original APD 6/17/2016** Sundry Extension Date 12/21/2018

## WELL INFORMATION: BP AMERICA PRODUCTION COMPANY 30-045-35777 NORTHEAST BLANCO UNIT 602 COM #002H

Conditions of Approval:

(See the below checked and handwritten conditions)

- Notify Aztec OCD 24hrs prior to casing & cement.
- Hold C-104 for directional survey & "As Drilled" Plat
- O Hold C-104 for NSL, NSP, DHC,
- O Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned

Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:

A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A

A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A

A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C

Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string

Submit Gas Capture Plan form prior to spudding or initiating recompletions operations.

Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84

Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.

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✓ Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.

Comply with current regulations at time of spud Prior to production operator needs to be in compliance with RULE 19.15.5.9

Retheric Phila

NMOCD Approved by Signature

<u>2/15/19</u> Date

Form 3160-5 (June 2015)						FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018			
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.					5. Lease Serial No. NMNM03358     6. If Indian, Allottee or Tribe Name				
abandon	o. If Indian, Anotee of Tribe Name								
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.				
1. Type of Well □ Oil Well ⊠ Gas Well □ Other					8. Well Name and No. NEBU 602 COM 2H				
2. Name of Operator Contact: NAOMI AZULAI BP E-Mail: Naomi.Azulai@bpx.com				9. API Well No. 30-045-35777					
3a. Address 1199 MAIN AVENUE S DURANGO, CO 81301	. (include area code 2-1439	e)	10. Field and Pool or Exploratory Area BASIN MANCOS						
4. Location of Well (Footage	2	11. County or Parish, State							
Sec 12 T31N R7W Mer		SAN JUAN COUNTY, NM							
12. CHECK T	THE APPROPRIATE BOX(ES	S) TO INDICA	TE NATURE (	OF NOTICE,	REPORT, OR OTH	IER DATA			
TYPE OF SUBMISSIO	TYPE OF SUBMISSION T				TYPE OF ACTION				
🛛 Notice of Intent	Acidize	ize 🗖 Dee		Producti	□ Production (Start/Resume)		UWater Shut-Off		
□ Subsequent Report	□ Alter Casing		raulic Fracturing	-	□ Reclamation		<ul> <li>Well Integrity</li> <li>Other</li> </ul>		
	Casing Repair	_	Construction		□ Recomplete				
Final Abandonment No	otice ☐ Change Plans ☐ Convert to Injectio		g and Abandon	□ Tempora □ Water D	arily Abandon				
BP respectfully request	bject well.		NMOCD		8				
4 >					FEB 0 4 2019				
				DI	STRICT III				
APO estern	in appreved	Juna	l exte	epsion	10 10	119/2	010		
14. I hereby certify that the for	egoing is true and correct. Electronic Submissior				System				
×.	the Farmington by VIRGINIA BARBER on 01/29/2019 ()								
Name (Printed/Typed) NA	Title REGULATORY ANALYST								
Signature (Ele	ectronic Submission) THIS SPACE		Date 12/21/		SE				
Ø						T	1 1		
_Approved By	Mankiewicz_		Title AF	m-n	inerals	Date	1/29/10		
Conditions of approval, if 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 FFO						
	Title 43 U.S.C. Section 1212, make audulent statements or representations				ake to any department or	agency of the	United		
(Instructions on page 2) ** O	PERATOR-SUBMITTED **	OPERATOR	SUBMITTED	** OPERAT	OR-SUBMITTED	**			
		NMOCD	R				*		

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