Form 3160-5 (February 2005)

RECEIVED

UNITED STATES

FURM	APPROVED
OMBN	lo 1004-0137
	March 31, 200
Expires	March 31, 200

Approved by Original Signed: Stephen Mason		Title		Date JAN 1 2 2003	
THIS SPACE FOR FEDERAL	OR	STATE OFFICE	USE		
Signature alland Bohlmy	Date		11/09/2009		
Alan W. Bohling	Title	Regulatory Agent			
14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)					
PBTD = 6631' w/ bottom Dakota perf @ 6480' (150' rathole). (Please See Attached Continuation Page 2 and Wellbore Diagrams)		OLD C104 FOR	C102	GIL CONS. DIV. DIST. 3	icva
 Install & test rig anchors. Comply w/all Regulatory Agency & Chev Check well press & BWD. Kill well if necessary w/ 2% KCl. MIRU WO Rig. ND WH. NU BOP & pressure test to 2500 psi. RU: Screw into short string hanger & POOH w/ tbg. LD as POOH. R/U on long string & P/U to release Dresser ER-VI Pkr @ 4475'. R ER-VI Pkr then conduct necessary fishing & retrieval work to POO 	2-3" F elease	B lines & choke to FB Pkr & POOH w/ tbg,	Pkr, & tailp	VI Pkr, and DO & CO to PBTD.	
Four Star Oil & Gas Company respectfully submits, for your approva fracture treat the Otero-Chacra zone, then RIH w/ tbg & prod. equip (82329), Blanco-Mesaverde (72319), and Basin-Dakota (71599) as approved work will be done per the following and/or attached procedure an concurrently being filed with NMOCD District Office on their Form Company.	and De roved l id well	ownhole Commingle (I by Administrative Ord bore diagrams. A Clos	OHC) produ ler DHC-41; ed-loop Sys	ice all three zones: Otero-Chacra 31, dtd 12/06/2008. This proposed	
13 Describe Proposed or Completed Operation (clearly state all pertinent details, inclusif the proposal is to deepen directionally or recomplete horizontally, give subsurfact Attach the Bond under which the work will be performed or provide the Bond No following completion of the involved operations. If the operation results in a multitesting has been completed. Final Abandonment Notices must be filed only after a determined that the site is ready for final inspection.)	ce locat on file iple con	ions and measured and true with BLM/BIA Requirempletion or recompletion is	e vertical dep ed subsequent n a new interv	oths of all pertinent markers and zones t reports must be filed within 30 days val, a Form 3160-4 must be filed once	
Final Abandonment Notice Convert to Injection Plug Back	Dandon	Water Disposal		DK & MV	
Subsequent Report Casing Repair New Const Change Plans Plug and Al			andon	Other Re-complete in Chacra & DHC w/	
✓ Notice of Intent ☐ Acidize ☐ Deepen ☐ Alter Casing ☐ Fracture Tre	eat	Production (Sta	rt/Resume)	Water Shut-Off Well Integrity	
TYPE OF SUBMISSION	T	YPE OF ACTION			
12. CHECK APPROPRIATE BOX(ES) TO INDICATE	NATU	JRE OF NOTICE, R	EPORT, O	R OTHER DATA	
790' FSL & 1850' FWL UL N, SESW, Sec. 13, T-27-N, R-09-W (Lat 36.570021 Long -107.742	2549)		11 County or Parish, State San Juan County, New Mexico		
4 Location of Well (Footage, Sec., T., R. M., or Survey Description)		10 Field and Pool, or Exploi Otero-Chacra (82329)			
3a Address 3b Phone No 15 Smith Road Midland, Texas 79705 432-687-71	•	(incline area code)		5-06445	
2 Name of Operator Four Star Oil & Gas Company (131994) (c/o Alar	n W. B	Sohling, Rm 4205)	John (Charles #7	
I Type of Well ☐ ☐ ☐ Gas Well ☐ ☐ Other			8 Well Na	ame and No	
SUBMIT IN TRIPLICATE- Other instructions on	erse side.	7 If Unit o	or CA/Agreement, Name and/or No		
Do not use this form for proposals to drill or t abandoned well. Use Form 3160-3 (APD) for su	öare ich pi	ienteranield Offici roposals.	2	n, Allottee or Tribe Name p-Allottee	
SUNDRY NOTICES AND REPORTS ON	Ne WiE	ELLSod Managon	5 Lease Ser I-149-I	nal No IND-8466	
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	J.	AN 12 2003		Expires March 31, 2007	

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

Office

(Instructions on page 2)

Conditions of approval, if any, are attached. Approval of this notice does not warrant or 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



GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this

form and the number of copies to be submitted, particularly with regard to local area. or regional procedures and practices, either are shown below or will be issued by, or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office In addition, such proposals and reports should include reasons for the abandonment; data on any former or

present productive zones, or other zones with present significant fluid contents not scaled off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs, amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well and date well site conditioned for final inspection looking to approval of the abandonment.

NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396, 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2. 3162.3-3. and 3162.3-4, (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

1 11 1

BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases. Response to this request is mandatory.

BLM would like you to know that you do not have to respond to this or any other Federal agency sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 25 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior. Bureau of Land Management (1004-0137). Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 40! LS, Washington D.C. 20240

(Form 3160-5, page 2)



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Continuation Page 2 (Form 3160-5, Re-complete in Chacra & DHC with MV & DK, Dated 01/09/2009)

John Charles #7 (API # 30-045-06445)

790' FSL & 1850' FWL UL N, SESW, Sec. 13, T-27-N, R-09-W San Juan County, New Mexico

- 6. RU WL. PU GR & RIH to ~3,500'. PU 7" RBP, RIH & set @ 3,300' to isolate the Mesaverde (top perf @ 4290') from the Chacra. Pressure test csg to 1000 psi.
- 7. Perforate Chacra interval (2936' 3146'). RD WL services.
- 8. PU 7" packer on WS & set @ 2,875' to isolate Chacra. Test csg & WS to 4000#.
- 9. RU WH. MIRU frac equip & Frac down WS as per service Company. RD frac equip.
- 10. FB and/or kill well w/ water if necessary. Release Pkr & POOH, LD WS & Pkr.
- 11. PU bit & bit sub on WS. RIH & tag fill. DO CBP @ 3,300'. Tag fill & DO & CO to PBTD @ 6631'. POOH.

- 12. PU new 2-3/8" J-55 prod tbg & land well w/ EOT below bottom Dakota perf @ 6480' ND BOP's, NU WH.
- 13. RD WO Rig and MOL.
- 14. Turn well on production.

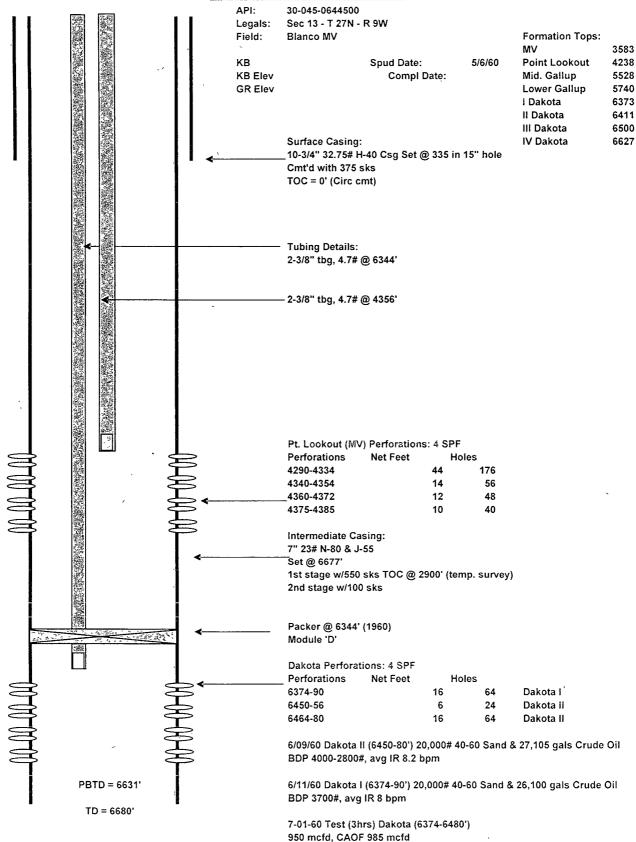


John Charles 7

API #30-045-06445

San Juan County, New Mexico

Current Well Schematic



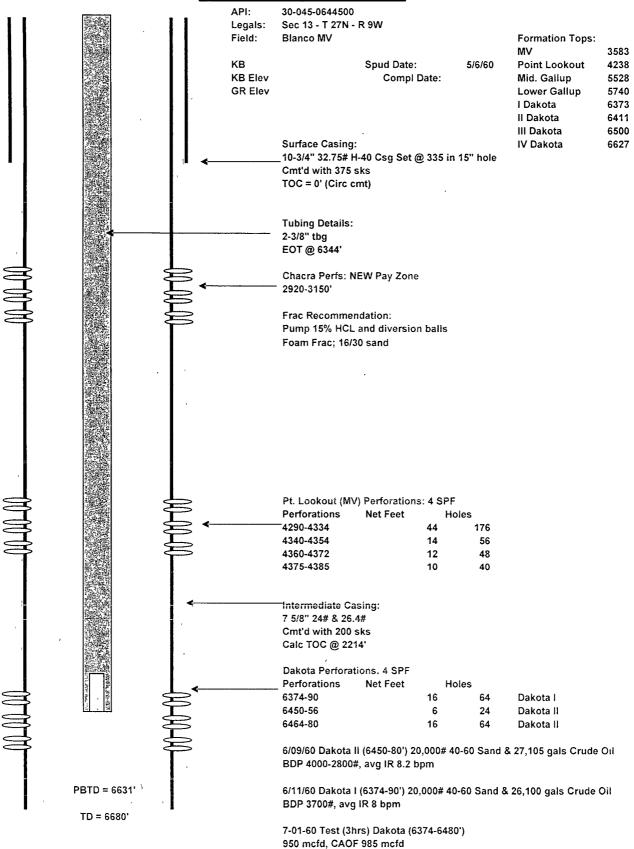
Chevron

John Charles 7

API #30-045-06445

San Juan County, New Mexico

Proposed Well Schematic



Distric;

Four Star Oil & Gas Company (131994) Closed-loop Plans

Closed-loop Design Plan

FSOG's closed loop system will not entail a drying pad, temporary pit, below grade tank or sump. It will include an above ground tank suitable for holding the cuttings and fluids for workover rig operations. The tank will be sufficient volume to maintain a safe free board between disposal of the liquids and solids from rig operations.

- I. Fencing is not required for an above ground closed-loop system
- 2. It will be signed in compliance with 19.15.3.103 NMAC
- 3. Frac tank(s) will be on location to store fresh water/KCL/returns.

Closed-loop Operating and Maintenance Plan

CMLP's closed-loop tank will be operated and maintained to contain liquids and solids in order to prevent contamination of fresh water sources, in order to protect public health and the environment. To rensure the operation is maintained the following steps will be followed:

- I. The liquids will be vacuumed out and disposed of by Key Energy (Disposal Facility Permit # NM-01-0009). Solids in the closed-loop tank will be vacuumed out and disposed of at Envirotech (Permit # NM-01-0011) on a periodic basis to prevent over topping.
- 2. No hazardous waste, miscellaneous solid waste or debris will be discharged into or stored in the tank. Only fluids or cutting used or generated by workover rig operations will be placed or stored in the tank.
- 3. The NMOCD Division District Office will be notified within 48 hours of the discovery of compromised integrity of the closed-loop tank. Upon the discovery of the compromised tank, repairs will be enacted immediately
- 4. All of the above operations will be inspected and a log will be signed and dated. During workover rig operations, the inspection will be daily.

Closed-loop Closure Plan

The closed-loop tank will be closed in accordance with 19.15.17.13. This will be done by transporting cuttings and all remaining sludges to Envirotech (Permit # NM-01-0011) immediately following rig operations. All remaining liquids will be transported and disposed of in the Key Energy Disposal Facility (Permit # NM-01-0009). The tanks will be removed from the location as part of the rig move. At time of well abandonment, the site will be reclaimed and re-vegetated to pre-existing conditions when possible. If area off the location is affected it will be restored and re-vegetated upon completion of the work over project.