| Submit 1 Copy To Appropriate District Office District I - (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 811 S. First St., Artesia, NM 88210 District III - (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410 District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS. (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH | Form C-103 Revised July 18, 2013 WELL API NO. 30-015-00224 5. Indicate Type of Lease STATE FEE 6 6. State Oil & Gas Lease No. 7. Lease Name or Unit Agreement Name ATOKA SAN ANDRES UNIT |
|---|--|
| PROPOSALS.) | 8. Well Number #154 |
| 1. Type of Well: Oil Well Gas Well Other Injection 2. Name of Operator | 9. OGRID Number 277558 |
| LIME ROCK RESOURCES II-A, L.P. | 10. Declarate as Wildert |
| 3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401 | 10. Pool name or Wildcat Atoka San Andres (3610) |
| 4. Well Location | · · · · · · · · · · · · · · · · · · · |
| | 990 feet from the <u>East</u> line |
| Section 23 Township 18-S Range 26-E | NMPM Eddy County |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc 3324' GL | |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: | |
| PERFORM REMEDIAL WORK D PLUG AND ABANDON REMEDIAL WOR | RK Image: Altering Casing Image: Alter |
| Describe proposed or completed operations. (Clearly state all pertinent details, ar of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Co proposed completion or recompletion. | mpletions: Attach wellbore diagram of |
| LIME ROCK would like to P&A this well as follows: MIRUSU. If necessary, TOH v tag existing CIBP @ ~1613'. Circ hole w/P&A mud (25 sx gel/100 bbls water). <u>Plug 1698'-1732'</u> . Tag CIBP @ 1613' & top w/35' cmt (~5 sx). WOC. Tag cmt. <u>Plug 1230'.</u> Place a balanced 25 sx plug (~215') @ 1280'. WOC. Tag cmt. <u>Plug #3 (6</u> Establish circ out bradenhead w/water. Pump cmt down 5-1/2" csg & circ out bradenhead, flange. Install P&A marker with cmt to comply with government specs. RD move o location. See attached wellbore diagrams. | ug #1, (1613'-1648') San Andres perfs #2 (1280'-1180'), 8-5/8" csg shoe @ 50'-Surface). Perf 3 SQ holes @ 60'. , (~25 sx). Cut off csg below surface csg |
| iocation. Oce attached wendore diagrams. | RECEIVED |
| | JAN 1 10 2014 |
| Spud Date: 1/16/57 Drilling Rig Release Date: | 2/4/57 NMOCT (7753) |
| I hereby certify that the information above is true and complete to the best of my knowledg | |
| SIGNATURE Mikelippin TITLE Petroleum Engineer - A | • |
| Type or print name <u>Mike Pippin</u> E-mail address: <u>mike@pipp</u> For State Use Only | inllc.com PHONE: <u>505-327-4573</u> |
| APPROVED BY: APPROVAL (if any): Conditions of Approval (if any): NDITIONS OF APPROVAL ATTACHED | UISO DAPE for 16,2014 7 ASSOP Attached |
| pproval Granted providing work is popproval Granted providing work is poppleted by Jan 16, 2015 | LOA'S |

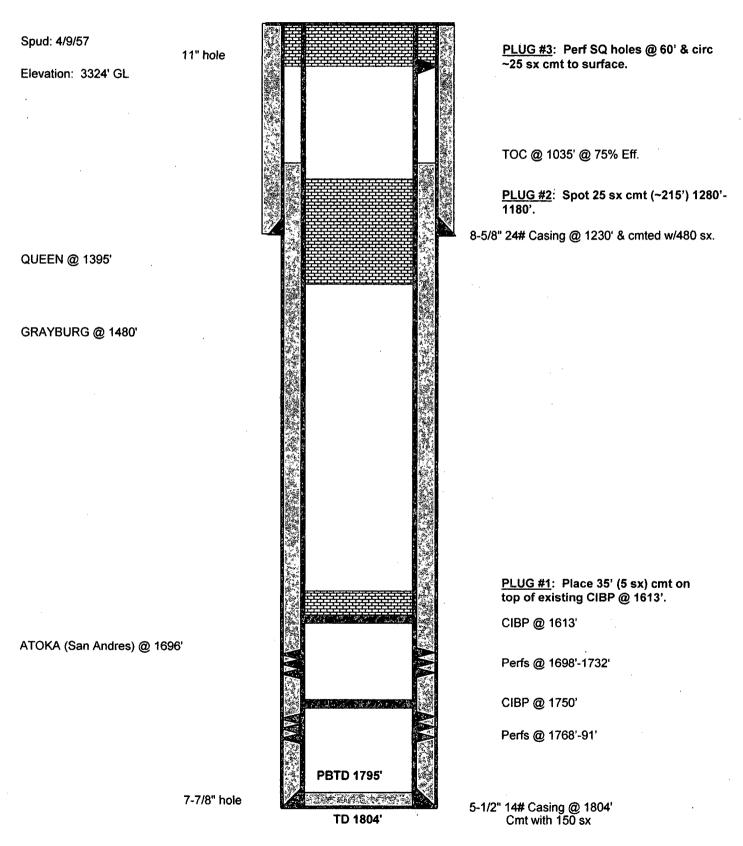
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ATOKA SAN ANDRES UNIT #154

Proposed P&A -1/15/14 - Mike Pippin

Atoka San Andres (3610)

(A) Section 23, T-18-S, R-26-E, Eddy County, NM

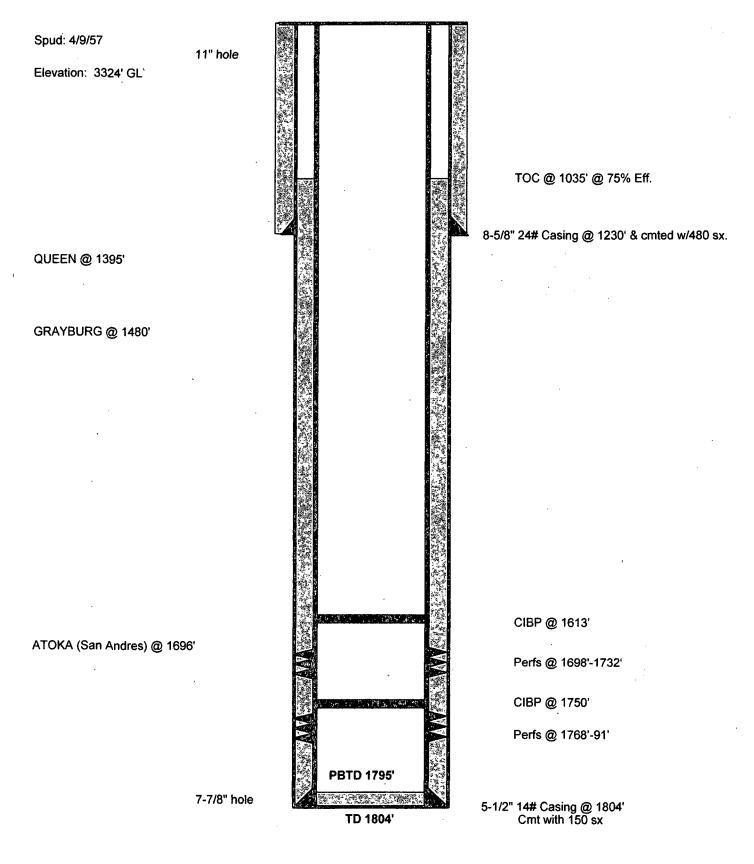


ATOKA SAN ANDRES UNIT #154

Current -1/15/14 - Mike Pippin

Atoka San Andres (3610)

(A) Section 23, T-18-S, R-26-E, Eddy County, NM



NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 S. FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL FOR PLUGGING & ABANDONMENT

Operator: Lime Rock Rescuces I A. LP

Well Name & Number: Atoka San Andres Unit #154

API #: 30-015-00224

- 1. Produced water <u>will not</u> be used during any part of the plugging & abandonment operation.
- 2. Notify NMOCD Dist. 2 office at least 24 hrs before beginning work.
- 3. Closed Loop System is to be used for entire plugging operation. Upon completion, contents of steel pit are to be hauled to a permitted disposal location.
- 4. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator, as well as the contractor, to verify that this permit is place prior to performing work. Drivers shall produce a copy upon request of NMOCD Field Inspectors.
- 5. A subsequent C-103 will serve as notification that the well bore has been plugged ONLY. A C-103 FINAL shall be filed before any bonding can be released on the well. Upon receipt of the Final, an inspection will be performed to verify that the location has been satisfactorily cleaned to NMOCD standards.
- 6. If work has not begun within 90 days of the approval of this procedure, an extension request must be filed, stating reason that well has not been plugged.
- 7. Every attempt must be made to clean the well bore out to below the perfs, before any plugs can be set, by whatever means possible.
- 8. Cement Retainers may not be used.

9. Squeeze pressures are not to exceed 500 PSI, unless approval is given by NMOCD.
10. Plugs may be combined after consulting with and getting approval from NMOCD.
11. Minimum WOC time for tag plugs will be 4 Hrs.

DATE: Jan 16, 2014

APPROVED BY: AD

GUIDELINES FOR PLUGGING AND ABANDONMENT

DISTRICT II / ARTESIA

- All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater.
- Mud laden fluids must be placed between all cement plugs.
- Mud laden fluids must be mixed at 25 sacks of gel per 100 bbls of water.
- A cement plug is required to be set 50' below and 50' above all casing shoes and casing stub plugs. These plugs must be tagged.
- A CIBP with 35' of cement on top may be set in lieu of 100' cement plug.
- A plug as indicated above must be placed within 100' of top perforation. This plug must be tagged.
- Plugs set below and above salt zones must be tagged.
- No more than 2000' is to be allowed between cement plugs in open hole and no more than 3000' in cased hole.
- DV tools are required to have a 100' cement plug set 50' above and below the tool and must be tagged.
- Formations to be isolated with plugs placed at the top of each formation are:
 - o Fusselman
 - o Devonian
 - o Morrow
 - o Wolfcamp
 - o Bone Spring
 - o Delaware
 - o Any Salt Section (Plug at top and bottom)
 - o Abo
 - o Glorieta
 - Yates (this plus is usually at base of salt section)
- If cement does not exist behind casing strings at recommended formation depths, the casing must be cut and pulled with plugs set at these depths or casing must be perforated and cement squeezed behind casing at the formation depths.
- In the R-111-P area (Potash Mine area) a solid cement plug must be set across the salt section.
 Fluid used to mix the cement shall be saturated with the salts common to the section penetrated and in suitable proportions, but not more than a 3% calcium chloride by weight of cement will be considered the desired mixture whenever possible (50' below and 50' above).