Form 3160-5 (June 2015)

UNITED STATES

NM OIL CONSERVA

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT ARTESIA DISTRICT AUG 3 1 2015

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS

not use this form for proposals to drill or to re-enter an

5. Lease Serial No. NM53373 6. If Indian, Allottee or Tribe Name

abandoned well. l	Jse Form 3160-3 (A						
	TRIPLICATE - Other instru	7. If Unit of CA/Agreement, Name and/or No.					
1. Type of Well		8 Well Name and No.	, , , , , , , , , , , , , , , , , , ,				
Oil Well Gas W	<u>—</u>	8. Well Name and No. HB 3 Federal 4H					
2. Name of Operator Unit Petroleum (Company	9. API Well No. 30-015-38993					
3a. Address PO Box 702500 Tulsa, Ok 74170-2500		3b. Phone No. (include area code) (918) 493-7700		10. Field and Pool or Exploratory Area			
				Cedar Canyon			
4. Location of Well (Footage, Sec., T., R	.,M., or Survey Description)	11. Country or Parish, State					
3-24S-29E	e		Eddy , NM				
12. CHE	CK THE APPROPRIATE B	OX(ES) TO INDICATE NATURE	OF NOT	ICE, REPORT OR OTH	ER DATA		
TYPE OF SUBMISSION		TY	TION				
✓ Notice of Intent	Acidize	Deepen	Proc	luction (Start/Resume)	Water Shut-Off		
	Alter Casing	Hydraulic Fracturing	Recl	lamation	Well Integrity		
Subsequent Report	Casing Repair	New Construction	Reco	omplete	Other		
sussequent report	Change Plans	Plug and Abandon	Tem.	porarily Abandon			
Final Abandonment Notice	Convert to Injection	Plug Back	Wate	er Disposal			
		and the second of the second o					

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has detennined that the site is ready for final inspection.)

Anticipated Start Date 8/17/15

1. Pull test anchors and MIRU well service unit.

2. Clean up around wellhead

3. NU BOP w/ 2 7/8" pipe rams and POOH w/tbg.

4. Possible collar leak.

5. TIH w/ 5 1/2" 10k RBP and spot sand & pkr.

6. SET RBP at 8,018' and test at 500 psi.

7. Move packer up the hole +/- 15 ft at a time and test casing. Isolate casing leak,

8. If leak is detected, set test pkr, need to get injection rate. Release test pkr. POOH.

9. TIH with cement retainer, load and test csg.

10. MIRU cement truck, pump sufficient amount to repair leak. WOC.

11. PU BHA, TIH tag cmt PU power swivel. Drill out squeeze.

12. LD BHA & PS. Release all rental equipment. Rod up and move pumping unit to location.

13. Clean location & return well to production.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify the	at the foregoing is true and correct. Name (Printed/Typed)	Title	Regulatory.	Je	eh		
Signature 🕔	eleve arnold	Date	8/13/15				
	THE SPACE FOR FEI	DERA	L OR STATE OFICE USE		OFFIER FOR	DEGG	
Approved by	Charles Nimmer	PE	TROLEUM ENGINEER	AU	Date Date	RECUI	(D
certify that the applica	al, if any, are attached. Approval of this notice does not warra ant holds legal or equitable title to those rights in the subject ne applicant to conduct operations thereon.		Office		AUG 2 7 2	015	
Title 18 U.S.C Section any false, fictitious or	n 1001 and Title 43 U.S.C Section 1212, make it a crime for fraudulent statements or representations as to any matter wit	any pers	son knowingly and willfully to make turisdiction.	any 🛭	L BUREAU OF EAMB MAR CARLSBAD FIELD (ites

HB 3 Federal 4H 30-015-38993 Unit Petroleum August 27, 2015 Conditions of Approval

Notify BLM at 575-361-2822 a minimum of 24 hours prior to commencing work.

Work to be completed by November 27, 2015.

- 1. The CIT is to be performed on the production casing to 500 psi. Submit results to BLM. Notify BLM if test fails.
- 2. Before casing or a liner is added or replaced, prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 3. Surface disturbance beyond the originally approved pad must have prior approval.
- 4. Closed loop system required.
- 5. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 6. Operator to have H2S monitoring equipment on location.
- 7. A minimum of a 2000 (2M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above precharge. The pre-charge test shall follow requirements in Onshore Order #2.
- 8. Subsequent sundry required detailing work done. Operator to include well bore schematic of current well condition when work is complete.

CLN 082715