Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

OIL CONSESSATION

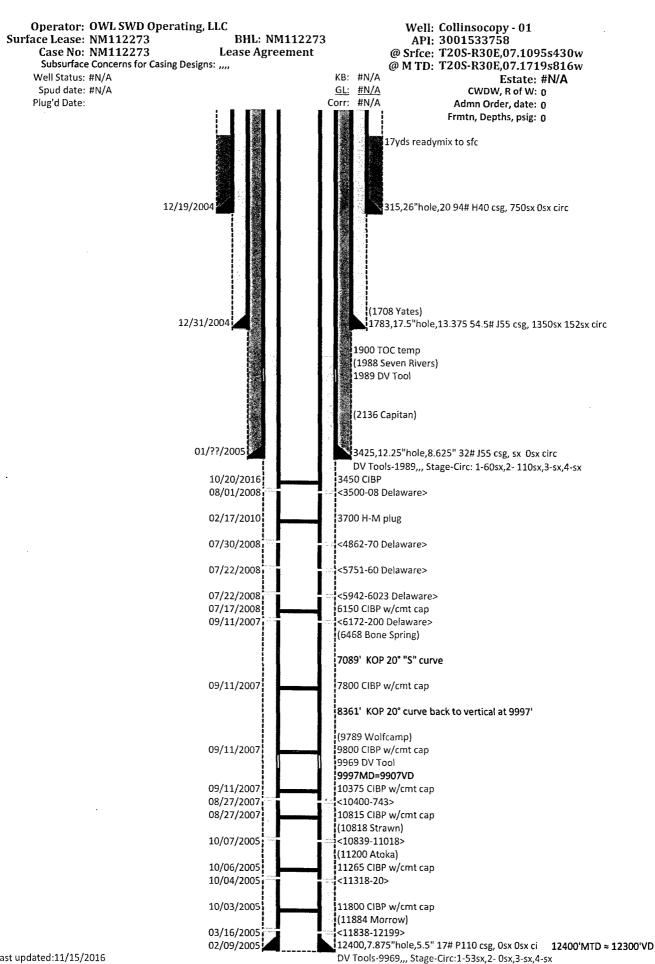
JAN 0 3 2018

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

5. Lease Serial No. NMNM112273

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such pre品質的					6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.		
Type of Well ☐ Oil Well ☐ Gas Well ☑ Other: INJECTION					Well Name and No. COLLINSOSCOPY FEDERAL 1		
Name of Operator Contact: PHILLIP SANDERS OWL SWD OPERATING, LLC E-Mail: psanders@oilfieldwaterlogistics.com					9. API Well No. 30-015-33758		
3a. Address 8214 WESTCHESTER DRIVE SUITE 850 Ph: 432-26 DALLAS, TX 75255					10. Field and Pool or F BURTON FLAT;		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 7 T20S R30E Mer NMP SWSW 1095FSL 430FWL					EDDY COUNTY, NM		
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICATE N	ATURE O	F NOTICE, 1	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION					
☐ Notice of Intent	☐ Acidize	□ Deepen		☐ Production (Start/Resume)		■ Water Shut-Off	
	☐ Alter Casing ☐ Hydrauli		Fracturing	cturing		■ Well Integrity	
Subsequent Report	☐ Casing Repair	☐ New Con	New Construction		lete	☐ Other	
☐ Final Abandonment Notice	☐ Final Abandonment Notice ☐ Change Plans] Plug and Abandon		☐ Temporarily Abandon		
	☐ Convert to Injection	☐ Plug Bac		☐ Water D	•		
13. Describe Proposed or Completed Op 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	ally or recomplete horizontally, rk will be performed or provide I operations. If the operation re bandonment Notices must be fil	give subsurface locati the Bond No. on file v sults in a multiple com	ons and measu vith BLM/BIA pletion or reco	red and true ver Required sub- mpletion in a ne	tical depths of all pertin sequent reports must be evy interval, a Form 316	ent markers and zones. filed within 30 days	
SWD PERMIT NMOCD ORD	ER SWD-1648	ACCEPTE) FOR I	RECORI)		
MECHANICAL INTEGRITY (F	PRESSURE) TEST (MIT)	AUOLI ILI	JIVILI			4:	
TEST CONDUCTED 11/30/17	L SWARTZ W/ BL	The order to submit a notice of intent to return the well to beneficial use or P&A					
510 PSI FOR 30 MINUTES.			expired	11/15/2017.			
CHART ATTACHED.			Wellbo	re conditions de	o not satisfy the		
CURRENT STATUS: APPRO	1 2018	requirements for TA status. Satisfy the order before 03/2018.					
ROSASMI FULT	Accep	ted for record	1-10		a location well s		
14. I hereby certify that the foregoing is	s true and correct.	WOCD (4)-	43/18				
	# Electronic Submission For OWL SWI	396511 verified by O OPERATING, LLC	he BLM Wel	I Information Carlsbad	System		
Committed to AFMSS for processing			by PAUL SWARTZ on 12/01/2017 ()				
Name (Printed/Typed) BEN STO	NE	Title	AGENT	/ CONSULT	ANT		
Signature (Electronic	Submission)	Date	11/30/20	017			
	THIS SPACE FO	OR FEDERAL O	R STATE	OFFICE US	SE		
Approved By Paul 1	Swarth 12 ed. Approval of the notice does	/01/2017 Tit	e TP		REAU OF LAND MA CARLSBAD FIELD		
certify that the applicant holds legal or eq which would entitle the applicant to cond Title 18 U.S.C. Section 1001 and Title 43	uitable title to those rights in the uct operations thereon.	e subject lease Off		*			

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wen warne Collins copy #1	Operator:	sting his
Lease #: <u>NM 1/227-3</u>	Unit#:	
	Z Recorder sorial W. A - 14.7	O SOLIN
Testing Co: The Long Date of Mechanical Integral	thy Test: 11/30/2017	Sign
Operator Witness	12 Sound Observe	
B.L.M. Witness; Laus	1 Supplied to the second	
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Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220

Guidelines for Wellbore Plugback/Plugging

- 1. All abandoned formation tops of usable-quality water, oil, gas, or geothermal bearing resources, and/or a prospective valuable deposit of minerals penetrated shall be isolated with cement plugs covering the drilled wellbore diameter from 50ft or more below to 50ft or more above.
- 2. Mix cmt plugs for a minimum vertical depth of 100ft plus 10ft for every 1,000ft to the bottom of the plug, rounding the number of necessary sacks up to the nearest 5 sacks. Never use less than 25sx. Examples: A plug set from 8000ft in 7" casing with bonded cement would require a min of 35sx or 180ft of cement slurry. A 25sx plug set from 1000ft in 5 ½" csg with bonded cement should cover 250ft and will exceed the 100ft plus 10ft per 1000ft stipulation.
- 3. Below 7500ft use Class "H" neat cmt & above 7500ft Class "C" neat cmt. Mix isolation plugs of Class "C" neat 14.8#/gal, 1.32 ft³/sx, 6.3gal/sx water and Class "H" neat 16.4#/gal, 1.06ft³/sx, 4.3gal/sx water.
- 4. Verify all plug tops by tagging with tbg and always pressure test cmt plugs set above wellbore flow.
- 5. The WOC time is 4hrs for Class "C" and 8hrs for a Class "H" cmt plug before a tbg tag or pressure test.
- 6. Place mud (mixed 25sx saltwater gel/100bbls in 9lb/gal brine) between plugs.
- 7. If at plug depth cmt/csg bonding is missing, perforate at lowest plug depth and sqz cmt behind csg or cut and pull csg prior to cementing the drilled wellbore diameter.
- 8. A cmt plug is required at the bottom of open hole completions.
- 9. Mix 25 sacks of saltwater gel per 100 barrels in 9 lb/gal brine for acceptable mud between plugs.
- 10. Set cmt plugs from 50ft or more below to 50ft or more above all the formation tops described by Paragraph 1; and casing shoes, casing stubs, liner tops, and DV Tools.
- 11. Within a formation:
 - a. A cmt plug may be placed opposite open perforations with cmt/csg bonding and extend a 50ft or more below to 50ft or more above the perf'd interval.
 - b. A CIBP set less than 100' above open perfs with 35' of cmt dump bailed on top will isolate open perforations with cmt/csg bonding.
 - c. Place a balanced cmt plug with tbg just above the top perforation of a permanently abandoned formation.
- 12. Place cmt plugs less than 2000ft apart in open hole and less than 3000ft in cased hole.
- 13. In the designated R-111-P Secretary Potash Area, balance a solid cmt plug from 50ft or more below to 50ft or more above the salt section in the drilled wellbore diameter. Mix this cmt slurry with 10lb/gal brine common to this salt section and no more than 03% CaCl wt. to cmt wt. whenever possible.
- 14. Outside the R-111-P area, isolate the salt section by placing a cmt plug from 50ft or more below to 50ft or more above the base of salt and top of salt section.
- 15. Set a surface plug slurry from 60ft or below ground level and verify the drilled wellbore diameter plugged with cmt and verify no annular space extending to the surface left open to the drilled hole below.