	UNITED STATES PARTMENT OF THE IN JREAU OF LAND MANAG	NTERIOR OCD Artesia			FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018			
SUNDRY	5. Lease Serial No. NMLC064200							
Do not use thi abandoned wel	6. If Indian, Allottee or Tribe Name							
SUBMIT IN 1	RIPLICATE - Other inst	ructions on J	bage 2		7. If Unit or CA/Agree SRM1115	7. If Unit or CA/Agreement, Name and/or No. SRM1115		
1. Type of Well	8. Well Name and No. PENNZOL FED 1							
Oil Well Gas Well Oth 2. Name of Operator		MELISSA SZ	UDERA		9. API Well No.			
MARATHON OIL PERMIAN L	30-015-21847-00-S1 10. Field and Pool or Exploratory Area							
3a. Address3b. Phone No. (include area code)5555 SAN FELIPE STPh: 713-296-3179HOUSTON, TX 77056Ph: 713-296-3179					WHITE CITY-WOLFCAMP			
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description,	)			11. County or Parish, State			
Sec 15 T24S R26E NESW					EDDY COUNTY, NM			
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICA	FE NATURE OI	F NOTICE	I , REPORT, OR OTH	IER DATA		
TYPE OF SUBMISSION	_	-	TYPE OF	ACTION				
Notice of Intent	Acidize	Dee	pen	Produc	ction (Start/Resume)	UWater Shut-Off		
Subsequent Report	Alter Casing		raulic Fracturing	Reclan		Well Integrity		
	Casing Repair		Construction	Recom     Tempo	plete orarily Abandon	Other		
<ul> <li>Final Abandonment Notice</li> <li>Change Plans</li> <li>Convert to Injection</li> </ul>			Back	U Water	-			
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 1) 5 1/2 CIBP @ 11,250' w/35 2) 80sx 5,500' - 5,221' P.S. Ta 3) 40sx 1,810' - 1,710' P.S. Ta 4) 75sx 547' - 447' P.S. Tag. 5) 75sx 100' - Surf. P.S. Verify	l operations. If the operation re pandonment Notices must be fil inal inspection. sx cmt. All All ag. ag. 120° min.	sults in a multipl ed only after all	e completion or reco requirements, includ	mpletion in a ing reclamati	on, have been completed a	10-4 must be filed once and the operator has		
P&A mud between all plugs		NM	OIL CONSER	NATIO	4			
Closed loop.			ARTESIA DIST	RICT	SEE ATTACHED FOR			
All fluids to licensed facility	D	NOV 28 2	018	CONDITIONS OF APPROVAL				
All fluids to licensed facility C _ /2 -3 -/8 Accepted for record - NMOCD					CONDITIONS OF ALL NOVAL			
10 <b>44</b> -1			RECEIVE	:D	起			
14. I hereby certify that the foregoing in	Electronic Submission #	N OIL PERMIA	IN LLC. sent to t	ne Carisbac	1			
Name (Printed/Typed) MELISSA	Title REGULATORY COMPIANCE REP							
Circutore (Flootenio	Submission)		Date 10/18/2	018				
Signature (Electronic	THIS SPACE F				USE			
				11-2	<u></u>	11-21-18		
Approved By	(l. Comos	? <u>_</u>	Title S	4-1	:	Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or eq which would entitle the applicant to cond	uitable title to those rights in the uct operations thereon.	e subject lease	Office (	0				
The 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations a	a crime for any p s to any matter v	erson knowingly and vithin its jurisdiction	l willfully to a	make to any department or	ragency of the United		
(Instructions on page 2) ** BLM REV	ISED ** BLM REVISE	D ** BLM R	EVISED ** BLI	M REVISE	ED ** BLM REVISE	D **		

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		30-0	215-21	847		
e/Province W MEXICO	Prospect Area	Field Name WHITE CITY	Well Subtype GAS WEL	Lat/Long Datum	Lablude (*) 32.215560	Longitude (*) -104.282555
Configuration Type	Well Objective		Well Status PRODUCING		Ground Elevation (ft) 3,321.00	KB-Ground Distance (II) 15.00
		PENNZOIL FEDERA	L COM 1, 10/15/2018 1	1:32:23 AM	<u> </u>	
MD (ftKB)	······		Vertical schematic (a	actual)		
0.0						
15.1	Category:Cement;	Surface Casing Cement; Top MD:15.0 ftKB; Btm—•		in	es:Surface; Categor ; ID:12.715 in; Leng in:0.000 in; Wt.:48.0 pp MD:15.0 ftKB; Btr	0 lb/ft; Grade:H-40;
497.0		97.0 ftKB; Com:450 sks nediate Casing Cement; , Top MD:15.0 ftKB; Btm ,	≂	D O O	es:Intermediate 1; C D:8.625 in; ID:7.921 ID Min:0.000 in; Wi	
5,450.1	ane.0,40			/ ftl	KB ubing; 2.375	
6,910.1		duction Casing Cement; ht; Top MD:6,910.0 ftKB;		TOC 691	o', T/s	
11,256.9		i0.0 ftKB; Com:1100 sks				
11,342.8				<u>//</u> Х Та	op MD:11,343.0; Btn	n MD:11,419.0; 🥌
11,419.0	Del. 1	762 4-1 2 7 40		🔆 C	om:11419-17', 1141 1401-397', 11390-88	4-12', 11406-03',
11,425.9		yn 2517		c	ast Iron Bridge Plug	; 11,429.0
11,429.1	BS	5771				11-176
11,434.1	57	70755				
11,441.9	A.S.	10394			op MD:11,434.0; Btr om:11434-39', 1144	
11,449.1	Mex	10 970				
11,717.8		; Category:Cement; Top ; Btm MD:11,760.0 ftKB		D	es:Production 1; Ca	tegory:Casing;
11,759.8				C ft -{	D:5.500 in; ID:4.778 ; ID Min:0.000 in; W 30; Top MD:15.0 ftKl KB	3 in; Length:11,745.0 t.:17.00 lb/ft; Grade:

*		Wellbo	re Sche	matic		·		
Marathon	C: Wel	I Name: PEN			COM 1			
30-015-21847								
	Prospect Area Field Nar WHITE	ne	<u>-</u> [	Well Subtype GAS WELL	Lat/Long Date	m Latitude (*) 32.215560	Longitude (*) -104.282555	
NEW MEXICO Well Configuration Type	Well Objective		Well Status			Ground Elevation (ft) 3,321.00	KB-Ground Distance (11) 15.00	
 			014 4 10/1	5/2018 11-22	-22 414	·······		
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0.0			U	+.M.				
15.1	7 554 30'- 20 Des:Surface Casing Category:Cement; Top MD:15.0	Cement;	) <sup>y</sup>		en <b>l</b> ense 👘	Des:Surface; Categor in; ID:12.715 in; Leng Min:0.000 in; Wt.:48.0 Top MD:15.0 ftKB; Btr	th:482.00 ft; ID 00 lb/ft; Grade:H-40;	
497.0	MD:497.0 ftKB; Cor 7553 547-447 Des:Intermediate Casing Category:Cement; Top MD:15.0 MD:5,450.0 ftKB; Com	n:450 sks Cement; ftKB; Btm			] f	Des:Intermediate 1; C OD:8.625 in; ID:7.921 ft; ID Min:0.000 in; Wi -55; Top MD:15.0 ftKE	Category:Casing; in; Length:5,435.00 I.:32.00 lb/ft; Grade:K	
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11,256.9	Btm MD:11,760.0 ftKB; Com	. 1700 SKS			rt CSB	P= 11,250 W1 354	۲'.	
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11,419.0						43'		
11,425.9						-Cast Iron Bridge Plug	j; 11,429.0	
11,429.1								
11,434.1						Top MD:11,434.0; Btr	n MD:11.449.0:	
11,441.9						Com:11434-39', 1144		
11,449.1	Des:Cement Plug; Category:Ce	ment; Top						
11,759.8	MD:11,718.0 ftKB; Btm MD:11,7	260.0 ftKB				-ft; ID Min:0.000 in; W	8 in; Length:11,745.00 ft.:17.00 lb/ft; Grade:N	
Disasting to 144.11		· · · · · · · · · · · · · · · · · · ·				-80; Top MD:15.0 ftK ftKB	B; Btm MD:11,760.0	
Directions to Well:	AFTER	YXA	L					
L	·····		Pago 1/1			Rep	oort Printed: 10/15/2018	

## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

## Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.

3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. <u>Mud Requirement</u>: Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.

5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10<sup>th</sup> day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

7. <u>Subsequent Plugging Reporting</u>: Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date well was plugged</u>.

8. <u>Trash</u>: All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.