## **OCD-ARTESIA**

UNITED STATES
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OM B No 1004-0137 Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

5 Lease Serial No 060898

|   | his form for proposals<br>vell. Use Form 3160-3                          |   |  | 6 If Indian, Allottee or Tribe Name  |                 |
|---|--|---|--|--|-----------------|
| SUBMIT IN TR  | RIPLICATE- Other ins   | structions on reve  | erse side.   | 7 If Unit or CA/Agreement, Name and/or No.   |                 |
| I . Typė of Well Oil Well [   | Gas Well Other   | MA  | R 1 2 2008   | 8. Well Name and No. UT TR 2 WELL 7  | ,<br><b>4</b> / |
| 2. Name of Operator  Nords TRAND  3a Address  3229 D- Antico 5:  4. Location of Well (Foolage, Sec.,  | HOUSTON TX<br>T. SUITE 200   | 3b. Phone No. (inclu  | 1.ARTESIA  | W-HENSHAW REMIER  9 API Well No.  30-0/5-03838  10. Field and Pool, or Exploratory Area  WEST HENSHAU GRAYBUN                                  | <b>^</b> @      |
| 4620 F56 - 6,<br>55C 3(1)   | · .  | <u> </u>  | **************************************                     | 11. County or Parish, State  Eddy co NN.   |                 |
| 12. CHECK A   | PPROPRIATE BOX(ES) T   |   |  | REPORT, OR OTHER DATA  |                 |
| TYPE OF SUBMISSION  |  | TY  | PE OF ACTION   |  |                 |
| Notice of Intent Subsequent Report Final Abandonment Notice   | Acidize  Alter Casing  Casing Repair  Change Plans  Convert to Injection | Deepen Fracture Treat New Construction Plug and Abandon Plug Back | Production Reclamation Recomplete Temporarily Water Dispos | Abandon Other  |                 |
| testing has been completed. Find the site is read   LRU. P.A. Eguin   | inal Abandonment Notices shall by for final inspection.)  OT TREBP. A    | pe filed only after all requir                                    | ements, including red  M: X C                              | on in a new interval, a Form 3160-4 shall be filed once lamation, have been completed, and the operator has included the state of 2600 cm. Tac | 150             |
| 14. I hereby certify that the fore Name (Printed/Typed)  Signature  | egoing is true and correct  This SPACE FOR                               | Title Date  | AGE  | 18 08 3/   | No BERT LIKE    |
|   | I IIIO SPACE PUR   | FEDERAL OR S  | TATE OFFIC   | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,  |                 |
| Approved by  Conditions of approval, if any, are certify that the applicant holds legs which would entitle the applicant to Title 18 U.S.C. Section 1001 and Tit States any false, fictitious or fraudu | al or equitable title to those rights<br>o conduct operations thereon.   | t a crime for any person k  | Office A   | PPROMED  | A. S. C.        |
| (Instructions on page 2)  | Accepted the   | 20 to any matter within i   |  | TAMES A AMOS   |                 |

JAMES A. AMOS SUPERVISOR-EPS

**2005/007** 

<del>04/23/2087 14:41 505393072</del>0

PAGE 05/07

|  | PLUGGING & ABANDOI   | MINISHI WC   | KKAN                  |  | .0   | 10/5                   |                         | mail .   |            |       |     |
|--|--|--|-----------------------|--|--|------------------------|-------------------------|--|------------|-------|-----|
|  | 1.4  | OPERATOR<br>LEASENAM   |                       | is a party                                       | 1/2  |                        | K THE                   |  | 7 ,,       | 1=11: | # / |
|  |  | Leasenani  | W 2                   | 45   | N SHA  |                        | $n_{j} \in \mathcal{C}$ | , 01 , 1st   | 2 "        |       | ,   |
| ٠ 🗓                                    | 112  | -  | 3                     |  |  | WELL                   |                         | The second secon |            |       |     |
| 7                                      | 11%  | SECT   |                       | NT,  | W  |                        | RING ,                  |  |            |       |     |
| ₹ <b>11</b>                            | 119  | FROM   |                       | ]N/S   | 3 L  |                        | BW L                    |  |            |       |     |
| (11                                    |  | TD:  |                       | -  | FOR  | MATION                 | am,                     | American services and the services   |            |       |     |
| 211                                    |  | PBTD:  |                       | _  | FOR  | MATION                 | @ PB]                   | D  |            |       |     |
| χ                                      | Į  |  | \                     |  |  |                        |                         |  |            |       |     |
| ₩ I                                    | 0 5/0  | And the second of the second o | SIZE                  | Ε  | EIQ  | TOC                    | TOO DED                 | THE STATE OF THE S |            |       |     |
| 151                                    | Le 18 78   | SURFACE  |                       |  |  |                        |                         |  |            |       |     |
| /1/                                    | 60 4-15  | INTMED 1   |                       |  |  |                        |                         |  |            |       |     |
| Į.                                     | TOC SULFACE  | INTMED 2   |                       |  |  |                        |                         |  |            |       |     |
| - 1                                    |  | PROD   |                       |  |  |                        |                         | · .  |            |       |     |
| - 1                                    | 1  | 11177  | SIZE                  | <del>                                     </del> | TOP  | BOT                    | TOC                     | DETERMINED BY  |            |       |     |
|  | 1  | UNER 1   |                       | -  |  |                        |                         |  |            |       |     |
|  | k  | LINER 2  |                       | ┼─   |  |                        |                         |  |            |       |     |
| 3                                      | 12   | LINER  | CUT &                 | 5 H  | 77   | market in the state of | TO                      | BOTTOM   |            |       |     |
|  |  | Toward Association   | COI &                 |  | <u> </u>   |                        | . 10                    | BOLIOR   |            |       |     |
|  | CIAP 2/41  | INTMED 1   |                       |  |  | 1.02018                |                         |  |            |       |     |
| ) E                                    | N-0F5. 00  | INTMED 2   | ļ                     |  |  | GERBOLE                |                         |  |            |       |     |
|  | - 1 15 28 W. To. 285/  | PROD   |                       |  |  |                        | AND DESCRIPTIONS        |  |            |       |     |
| K                                      | AST PS 4.76.2857   | AROUNED HO   | G DATE                |  |  |                        |                         | and the second s |            |       |     |
|  | 2 2 2  | MISTER CONTRACT  |                       | ]。   | MOG  | INTE                   | EACOR                   | DEFIN  |            |       |     |
| / _                                    | Q 2958   | TOUR   | ·                     |  |  | P.UO                   | CART                    | was an extension to the second   |            |       |     |
|  | TOC 1798   | q trant  |                       | 1  | CONTRACT   |                        |                         | r  |            |       |     |
|  | Charles and the second  | GRATEURO   | · _                   | 1  | nun n  | OH                     | 2523                    | 64001  |            |       |     |
|  | 1  | AMEN AND DESCRIPTION OF THE PERSON NAMED IN COLUMN   |                       |  | 100/1  | SNOF                   | 90 ETE                  | 52504.5450*  |            |       |     |
|  |  |  |                       | 1  | 120/1  | CHEPSS                 |                         | 4800°  |            |       |     |
|  |  | CAPITATE   |                       | 1•   | 7.004  | CD?                    | 25 808                  | 4900   |            | •     |     |
|  | 1  |  |                       | 1  | <b>#100#4</b>  | STUB                   | 50 SEE                  | 36001-5700   |            |       |     |
|  | ·  | OR CHARLE  |                       | 1  | PERSONAL   | MATINE BOZ             |                         | 400'   |            |       |     |
| •                                      | 1  |  |                       | l  | 19395  | FOF                    | 10 EXER                 | 019  |            |       |     |
|  |  | PETFORM  |                       | i  | REPORT   |                        |                         |  |            |       |     |
|  | 1  | CHATCHION  |                       | ł  |  | <del></del>            |                         |  |            |       |     |
|  | 1  | BURNICHTON   | ļ                     | 1  | 2.05/1   | <del> </del>           |                         |  |            |       |     |
|  | •  | hosts of spice   | <b></b>               | 1  | W.DOLD   | <del> </del>           | <del></del>             |  |            |       |     |
| ł                                      | <u> </u>   | ļ  |                       | 1.   | 10004  |                        |                         |  | }          |       |     |
|  |  | ocuseor.   | ļ                     | <b>√</b>   | Sept.  |                        |                         |  |            |       |     |
|  |  | SCHOOL STREET  |                       | 4  | PLEASE .   |                        |                         |  | Ì          |       |     |
|  |  | COMM   | <u> </u>              | Î.   | (12007)  | ļ                      | ļ                       |  | 1          |       |     |
|  |  | THE STATE OF THE S |                       | 1  | FERRET   | ļ                      |                         |  | ł          |       |     |
|  |  | 180  |                       | 1  | 10000  | <del> </del>           |                         |  | }          |       |     |
|  |  | 1  | <u> </u>              | Į.   | HEDDS 10   |                        | <u> </u>                |  | 1          |       |     |
|  | · · · · · · · · · · · · · · · · · · ·  | WG   |                       | 1  | FLED#  |                        |                         |  | i          |       |     |
|  |  | PAR .  |                       | J  | 14.00 P  | <u></u>                |                         | <u> </u>   | ł          |       |     |
|  | 1.   | impalint.  |                       | l  | L  |                        |                         | -  | Į :        | `\    |     |
| l                                      | j.   | Agryptis,  |                       | <b>j</b>   |  |                        |                         | <u></u>  | Į.         |       |     |
|  | 10157  | HENDER .   |                       | <b>)</b> "                                       |  |                        |                         |  | ŀ          |       |     |
|  | TD <u>A/28</u>   | 1.6720   |                       | J  | L  |                        |                         |  | 1          |       |     |
| 1                                      |  | DEFORMS:   |                       |  |  |                        | 1                       |  | <b>.</b>   |       |     |
|  |  |  | (                     | : .  | ·  |                        | 1                       | Lind   | <b>j</b> r |       |     |
| the state of the state of the state of | the groups of the Comment of the Com |  | Out to Comment of the |  | The second secon | with the second second | and the late of the     | A STATE OF THE PARTY OF THE PAR |            |       |     |

**☑** 005/007

<del>- 04/23/2007 - 14:41 - 505393072</del>0

EHANRO DOD

OUR DAK BINTUIA

PAGE 05/07

Words TRANS Plucong & Abandonhent Worksheet **OPERATOR** HEDIEL UTING Z WELL LEASENAME WHENSH RNG SECT TWN EW L FROM N/8 L FORMATION @ TD TD: PBTD: FORMATION @ PBTD TOC TOODEREEMINED BY SIZE SET (Q SURFACE INTMED 1 NTMED 2 PROD TOP BOT SIZE TOC DETERMINADED 25 64 Fent 25 64 Fent 25 60 To 2000 LINER 1 LINER 2 CUT & PULL O TOP - BOTTOM INTMED 1 PERM TOC CALLUZED 2054KS CA INTMED 2 C.F. G.P. PROD AERF 6-2841-285) PRODUKTO PLUGS DESTRICT I PLUO TIR BACKS DEFIN V.TE CANT OH NSU **MATPINE** • CHOOL, STOR 50 ETF 535063450 JO / 1 CHENS. 4600 130/1 4300 25 808 1004 50 STE B600 5700 STUB THE REAL PROPERTY. 200 ETE 100 10.50 etto e RRF. 010 COOPS. 11554 GD017 REDDY 10 72004 147

| Francis 100.5 Properties 100.5 Propertie | ~   | 00   | - N  | 7,7, ia   | C  | 0151   |  |  |  |
|--|---|--|--|---|--|--|--|--|--|
| Form 160-5 (August 1999) 700   | FORM APPROVED OMB No. 1(a)4.0(35 Expires November 30, 2000  |  |  |   |  |  |  |  |  |
| E CIEC SANTO   | 5 Lease Serial No.  |  |  |   |  |  |  |  |  |
| RECERTION NOTICES AND REPORTS ON WELLS  Of Do not use this form for proposals to drill or to re-enter an   |   |  |  |   |  | LC 060898  |  |  |  |
| abandoned W  | ell. Use Form 3160-3 (APE   | D) for such p  | roposals.  |   | 6 If Indian, All   | ottee or Tribe Name  |  |  |  |
| SUBMITIN TRI   | IPLICATE - Other instru   | ıctions on r   | everse sid   | e   |  | /Agreement, Name and/or No.  |  |  |  |
| 1. Type of Well Gas Well 🔯   | Other   | 3  |  |   | Agreement 8  |  |  |  |  |
| 2 Name of Operator<br>Saga Petroleum LLC   |   |  |  |   |  | Premier Ut Tr 2 Well #1  |  |  |  |
| 3a. Address  | 30-015-03838  |  |  |   |  |  |  |  |  |
| 415 W Wall, Suite 1900, M  |   | (915)684-  | 4293   | ·   | 10. Field and Pool, or Exploratory Area West Henshaw Grayburg          |  |  |  |  |
| Location of Well (Footage, Sec., T., R., M., or Survey Description) 4620' FSL & 660' FEL Sec 3 (J), T16S, R30E   |   |  |  |   |  | 11. County or Parish, State  |  |  |  |
| 9  |   |  |  |   | Eddy County<br>NM  |  |  |  |  |
| 12. CHECK AP   | PROPRIATE BOX(ES) TO  | O INDICATE   | NATURE (   | OF NOTICE, R  | EPORT, OR O  | THER DATA  |  |  |  |
| TYPE OF SUBMISSION   |   |  | ТҮРЕ С   | F ACTION  |  |  |  |  |  |
| Notice of Intent   | Acidize   | ☐ Deepen   |  | Production (Start   | Resume)  | Water Shut-Off   |  |  |  |
| Subsequent Report  | ☐ Alter Casing ☐ Casing Repair  | ☐ Fracture Tr  |  | Reclamation Recomplete  |  | Well Integrity Other   |  |  |  |
| Final Abandonment Notice   | Change Plans  | ☐ Plug and A   |  | Temporarily Aba   | ndon   | Office .   |  |  |  |
|  | Convert to Injection  | ☐ Plug Back  |  | Water Disposal  |  |  |  |  |  |
| If the proposal is to deepen direct<br>Attach the Bond under which the<br>following completion of the invol  | Operation (clearly state all pertiner ionally or recomplete horizontally, work will be performed or provide level operations. If the operation results Abandonment Notices shall be filed or final inspection.) | give subsurface<br>the Bond No on<br>oults in a multiple | locations measure<br>file with BLM/I<br>completion or re | red and true vertical<br>BIA. Required subs<br>ecompletion in a nev | l depths of all pertin<br>sequent reports shall<br>winterval, a Form 3 | ent markers and zones.<br>I be filed within 30 days<br>I 160-4 shall be filed once |  |  |  |
| TD 2958', PBTD 2942', CIE<br>11" Hole - 8-5/8" 32# @ 4<br>7-7/8" hole - 5-1/2" 15.5#   | 3P @ 2741' - Perfs 2841'<br>15' w/250 sx, circ surf   |  | THA  | pp wed lor  | 0/ 0.1 C   | Act of the second  |  |  |  |
| 12-21-2001 Pressure up to<br>Witnessed by Artesia OCD  |   | s - good test  | "  |   | 2/21/ <u>0</u> 3   |  |  |  |  |
| Reference is made to Notic   | ce of Written order No. 02  | 2JA126 - 'Ca   | rlsbad Field   | Office 8-10-0   | 2 - James Am   | os   |  |  |  |
| Saga wants to hold this we   | llbore for future use in Wi   | F pattern  |  |   |  |  |  |  |  |
| 14. I hereby certify that the foregoing Name (Printed/Typed) Bonnie Husband  | ; is true and correct   |  | Title<br>Production                                      | Analyst   |  |  |  |  |  |
| Signature Honnies  | Hustand)  |  | Date<br>11/11/2002                                       | 2   |  |  |  |  |  |
|  | THIS SPACE F  | OR FEDERA  | L OR STATI   | E OFFICE USE  |  | <u> </u>   |  |  |  |
| Approved by  | KEDI JOE G. LAR   | ?A   | Title  | Parting and To  | Date   | (2/17/02   |  |  |  |
| Conditions of appropriate it any, are attempted that the applicant holds legal or which would entitle the applicant to co  | ached. Approval of this notice does equitable title to those rights in the  |  | Office   | CFO   | <i>_</i>   | 12/1/1/2   |  |  |  |
| Title 18 U S C Section 1001, makes i   |   | and willfully to   | make to any dep  | artment or agency o   | of the United States   | any false, fictitious or   |  |  |  |

Title 18 U S C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictuous or traudulent statements or representations as to any matter within its jurisdiction.

Nordstrand Engineering Inc. NMLC060898B; W. Henshaw Tr 2-1 4620' FSL & 660' FEL Section 3, T. 16 S., R. 30 E. Eddy County, New Mexico

RE: Plugging and Abandonment, Conditions of Approval

Spot 25 sack cement on top of CIBP at 2741'.

Spot a 25 sack balanced plug across the top of Queen formation @ 2156', from 2200'-1950'.

Perforate 5  $\frac{1}{2}$ " casing at 1439', squeeze cement adequate to fill in/out of the 5  $\frac{1}{2}$ " casing from 1439'-1100', this covers the top of the Yates formation and the base of the salt. WOC and tag no lower than 1100'.

Perforate 5  $\frac{1}{2}$ " casing at 480', circulate cement to surface in/out of the 5  $\frac{1}{2}$ " casing from 480'-surface. This covers the top of salt at 430', and the 8 5/8" casing shoe. Top off if any fallback

If you have any questions, please contact Jim Amos at 505-234-5909.

J. Amos, 3/8/08

## 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.

- 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 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 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. In lieu-of a cement plug in a cased hole, 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.

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 well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. 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 five 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 conditions of approval will be developed and furnished to you.