Form 3160±5 (June 2015)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	FORM APPROVED
	OMB NO. 1004-0137
	Expires: January 31, 2018
;	Lease Serial No

NMSF078999

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

6 If Indian Allottee or Tribe Name

abandoned we	o. If fildiali, Allottee of	THICE	ivanic					
SUBMIT IN T	7. If Unit or CA/Agreement, Name and/or No.							
Type of Well     Oil Well	ner			8. Well Name and No. SAN JUAN 31-6 UNIT 55				
Name of Operator     HILCORP ENERGY COMPAN	Contact: TANY E-Mail: tajones@hilco	ES		9. API Well No. 30-039-26990-00-S1				
3a. Address 1111 TRAVIS STREET HOUSTON, TX 77002		. (include area code) 4.5185		Field and Pool or Exploratory Area     ROSA PICTURED CLIFFS				
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)			11. County or Parish, State				
Sec 27 T31N R6W SENW 149 36.893480 N Lat, 107.452560				RIO ARRIBA COUNTY, NM				
12. CHECK THE AF	PPROPRIATE BOX(ES) TO	O INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	ER D	ATA	
TYPE OF SUBMISSION		TYPE OF ACTION						
➤ Notice of Intent	☐ Acidize	☐ Dee	pen	☐ Production (Start/Resume)		☐ Water Shut-Off		
	☐ Alter Casing	☐ Hyd	☐ Hydraulic Fracturing ☐ Recla		nation		ell Integrity	
☐ Subsequent Report	☐ Casing Repair	□ New	Construction	☐ Recomp	olete	☐ Other		
☐ Final Abandonment Notice	☐ Change Plans	s Plug and Abandon		□ Tempor	arily Abandon			
150	☐ Convert to Injection	☐ Plug	☐ Plug Back ☐ Wate		Disposal			
testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.  Hilcorp Energy Company requests to plug & abandon the subject wellbore, a closed loop system will be utilized. Attached is the current wellbore schematic, proposed P&A schematic, procedure & reclamation plans - (Preonsite inspection conducted 6/17/19 w/Bob Switzer, BLM and Bryan Hall, HEC).								
	NMOCD							
	Notify NMOCD 24 hrs prior to beginning operations		SEP 2	SEP 27 2019				
					DISTRI	CT	111_	
14. I hereby certify that the foregoing is true and correct.  Electronic Submission #480713 verified by the BLM Well Information System  For HILCORP ENERGY COMPANY, sent to the Farmington  Committed to AFMSS for processing by ALBERTA WETHINGTON on 09/03/2019 (19AMW0587SE)								
Name (Printed/Typed) TAMMY JO	by ALDER			PECIALIST				
Signature (Electronic S	Submission)		Date 08/27/20	)19				
	THIS SPACE FOR	FEDERA	L OR STATE (	OFFICE U	SE			
Approved By JOE KILLINS	TitleENGINEER				Date 09/26/2019			
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the su	Office Farmington						
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				willfully to ma	ake to any department or a	igency (	of the United	

(Instructions on page 2) \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*



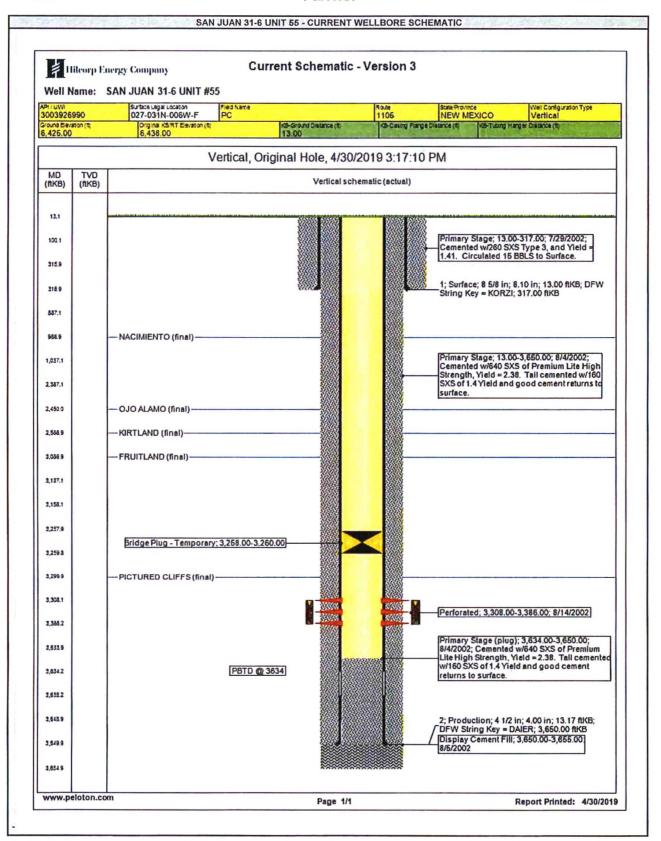
### HILCORP ENERGY COMPANY SAN JUAN 31-6 UNIT 55 P&A NOI

#### JOB PROCEDURES

- 1. Hold pre-job safety meeting. Verify cathodic is off. Comply with all NMOCD, BLM, and HEC safety and environmental regulations.
- 2. Check casing, tubing, and bradenhead pressures and record them in WellView. If there is pressure on the BH, contact Operations Engineer.
- 3. MIRU service rig and associated equipment; NU and test BOP.
- Perform Mechanical Integrity Test (MIT) by pressure testing the 4.5" casing above the CIBP set @ 3,258' to 560 psig for 30 minutes on a 2 hour chart with a 1,000 lb spring.
- 5. PU & TIH w/ tubing/work string to +/- 3,258'.
- Plug #1: PICTURED CLIFFS PERFORATIONS (3,158' 3,258', 8 Sacks of Class G Cement Total):
   Pump a +/- 100' balanced cement plug (8 sacks of Class G cement with an estimated TOC @ +/- 3,158' and an estimated BOC @ +/- 3,258').
- 7. TOOH w/ tubing/work string to +/- 3,137'.
- Plug #2: FRUITLAND, KIRTLAND, & OJO ALAMO FORMATION TOPS (2,410' 3,137', 54 Sacks of Class G Cement Total):
   Pump a +/- 727' balanced cement plug (54 sacks of Class G cement with an estimated TOC @ +/- 2,410' and an estimated BOC @ +/- 3,137').
- 9. TOOH w/ tubing/work string to +/- 1,037'.
- Plug #3: NACIMIENTO FORMATION TOP (937' 1,037', 8 Sacks of Class G Cement Total);
   Pump a +/- 100' balanced cement plug (8 sacks of Class G cement with an estimated TOC @ +/- 937' and an estimated BOC @ +/- 1,037').
- 11. TOOH w/ tubing/work string to +/- 367'.
- 12. Plug #4: SURFACE PLUG (0' 367', 28 Sacks of Class G Cement Total):
  Pump a +/- 367' balanced cement plug (28 sacks of Class G cement with an estimated TOC @ +/- 0' and an estimated BOC @ +/- 367').
- 13. TOOH w/ tubing/work string.
- 14. ND BOP, cut off casing below casing flange. Top off cement in surface casing annulus, if needed. Install a P&A marker with cement to comply with regulations. Rig down, move off location, cut off anchors, and restore location.

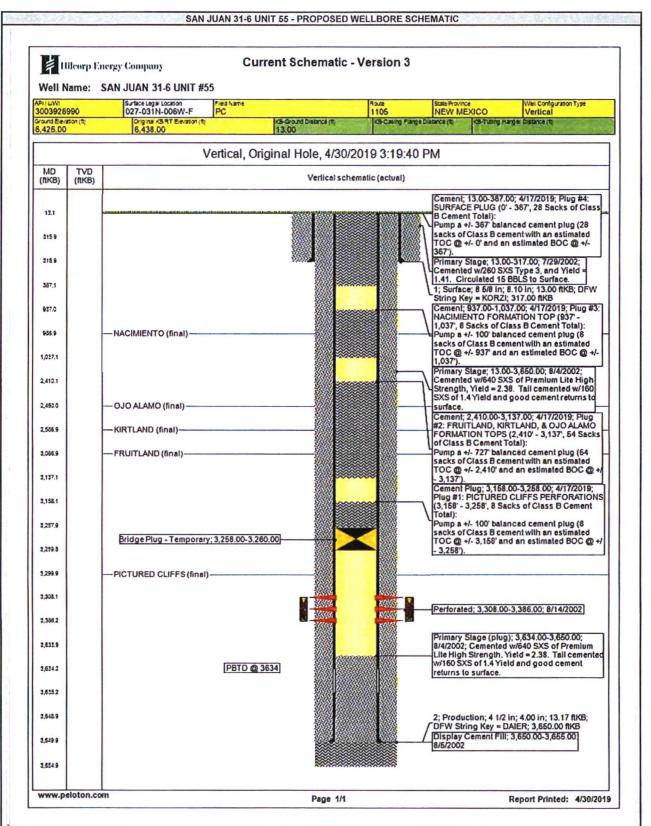


### HILCORP ENERGY COMPANY SAN JUAN 31-6 UNIT 55 P&A NOI





#### HILCORP ENERGY COMPANY SAN JUAN 31-6 UNIT 55 P&A NOI



# Hilcorp Energy

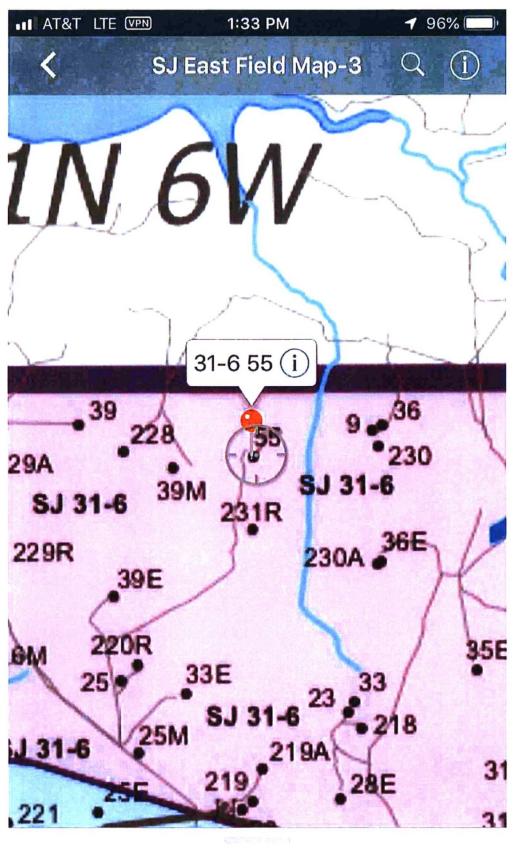
San Juan 31-6 Unit 55

36.87348, -107.45256

API-3003926990

## Final Reclamation Plan

- 1. Pick up and remove all trash, metal, cable, and any foreign debris within 200' of location.
- 2. Remove anchors, if present.
- 3. Will have to de-energize power from end of access road and disconnect wires in the junction box
- 4. P&A Cathodic well
- 5. Harvest to remove pipeline and meter run back to dog leg.
- 6. Strip equipment off of facility including concrete pad for pumping unit.
- 7. Bury gravel.
- 8. Push fill from east, south and southwest side of location to recreate natural ridge.
- 9. Reclaim 2,000' of access road.
- 10. Rip compacted soil and walk down entire well pad.
- 11. Re-seed all disturbed areas. Drill where applicable at 12lbs an acre, and broadcast seed and harrow, at 24lbs an acre, all other disturbed areas. Broadcast seed a double the rate of seed. Pinion/Juniper seed mix will be used.
- 12. Fence off closed access road with t-posts and 3 strands of woven wire fencing.



1



36.87338, -107.45236

**P**= ••••





# Hilcorp Energy

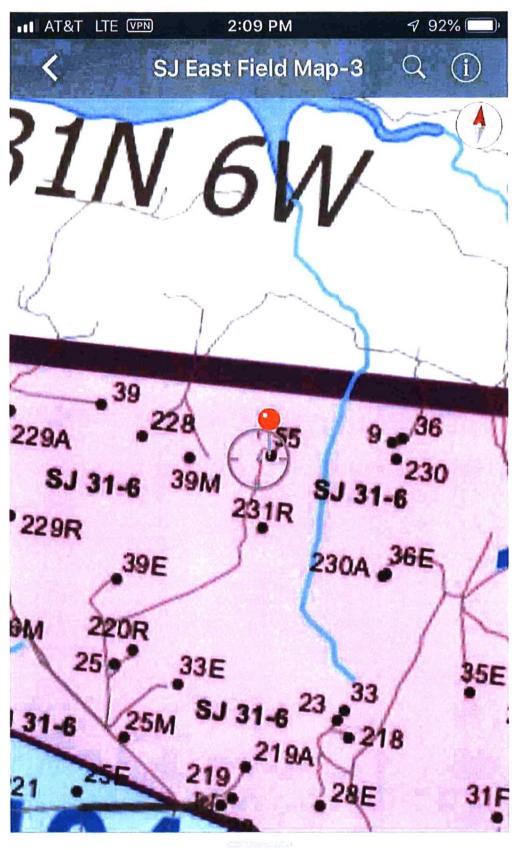
San Juan 31-6 Unit 55

36.87348, -107.45256

API-30-039-25279

# Final Reclamation Plan

- 1. Pick up and remove all trash, metal, cable, and any foreign debris within 200' of location.
- 2. Remove anchors, if present.
- 3. Will have to de-energize power from end of access road and disconnect wires in the junction box
- 4. P&A Cathodic well
- 5. Harvest to remove pipeline and meter run back to dog leg, shown in yellow.
- 6. Bury gravel.
- 7. Push fill from south and southwest side of location to recreate natural contours with rolling diversion to prevent erosion.
- 8. Reclaim 2,000' of access road. Install rolling water bars as needed
- 9. Rip compacted soil and walk down entire well pad.
- 10. Re-seed all disturbed areas. Drill where applicable at 12lbs an acre, and broadcast seed and harrow, at 24lbs an acre, all other disturbed areas. Broadcast seed a double the rate of seed. Pinion/Juniper seed mix will be used.
- 11. Fence off closed access road with t-posts and 3 strands of woven wire fencing.

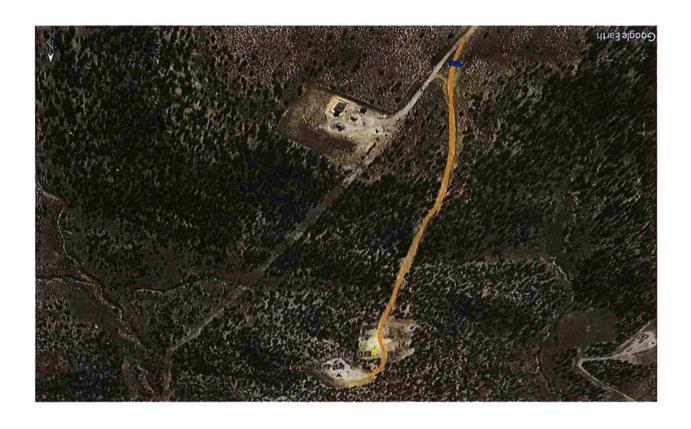


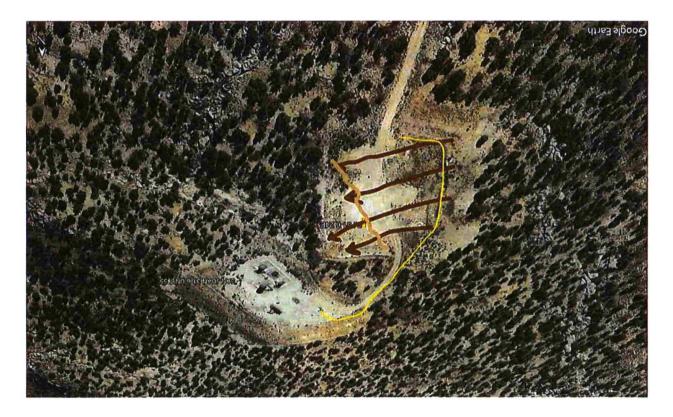




36.87301, -107.45345







# GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON FIELD OFFICE

- 1.0 The approved plugging plans may contain variances from the following <u>minimum general</u> requirements.
  - 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Authorized Officer, Farmington Field Office.
  - 1.2 Requirements may be added to address specific well conditions.
- 2.0 Materials used must be accurately measured. (densometer/scales)
- 3.0 A tank or lined pit must be used for containment of any fluids from the wellbore during plugging operations and all pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
  - 3.1 Pits are not to be used for disposal of any hydrocarbons. If hydrocarbons are present in the pit, the fluids must be removed prior to filling in.
- 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
  - 4.1 The cement shall be as specified in the approved plugging plan.
  - 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
  - 4.3 Surface plugs may be no less than 50' in length.
  - 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
  - 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
  - 4.6 A cement bond log or other accepted cement evaluation tool is required to be run if one had not been previously ran or cement did not circulate to surface during the original casing cementing job or subsequent cementing jobs.

- 5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by tagging with the work string.
  - 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.
  - 5.2 Testing will not be required for any cement plug that is mechanically contained by use of a bridge plug and/or cement retainer, if casing integrity has been established.
  - 5.3 Any cement plug which is the only isolating medium, for a fresh water interval or a zone containing a prospectively valuable deposit of minerals, shall be tested by tagging.
  - 5.4 If perforations are required below the surface casing shoe, a 30 minute minimum wait time will be required to determine if gas and/or water flows are present. If flow is present, the well will be shut-in for a minimum of one hour and the pressure recorded. Short or long term venting may be necessary to evacuate trapped gas. If only a water flow occurs with no associated gas, shut well in and record the pressures. Contact the Engineer as it may be necessary to change the cement weight and additives.
- 6.0 Before setting any cement plugs the hole needs to be rolled. All wells are to be controlled by means of a fluid that is to be of a weight and consistency necessary to stabilize the wellbore. This fluid shall be left in place as filler between all plugs.
  - 6.1 Drilling mud may be used as the wellbore fluid in open hole plugging operations.
  - 6.2 The wellbore fluid used in cased holes shall be of sufficient weight to balance known pore pressures in all exposed formations.
- 7.0 A blowout preventer and related equipment (BOPE) shall be installed and tested prior to working in a wellbore with any exposed zone(s); (1) that are over pressured, (2) where the pressures are unknown, or (3) known to contain H<sub>2</sub>S.
- 8.0 Within 30 days after plugging work is completed, file a Sundry Notice, Subsequent Report of Abandonment (Form 3160-5), five copies, with the Field Manager, Bureau of Land Management, 6251 College Blvd., Suite A, Farmington, NM 87402. The report should show the manner in which the plugging work was carried out, the extent, by depth(s), of cement plugs placed, and the size and location, by depth(s), of casing left in the well. Show date well was plugged.
- 9.0 All permanently abandoned wells are to be marked with a permanent monument as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10.0 If this well is located in a Specially Designated Area (SDA), compliance with the appropriate seasonal closure requirements will be necessary.

All of the above are minimum requirements. Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1. You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.