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

Serian DEC 1 0 2018

5. Lease Serial No.
NMNM118727

SUNDRY NOTICES AND REPORTS ON WELLS

	s form for proposals to II. Use form 3160-3 (APL		roposals.	CEIVE	If Indian, Allottee or	Tribe Name
SUBMIT IN T	7. If Unit or CA/Age		7. If Unit or CA/Agreen	ment, Name and/or No.		
1. Type of Well					8. Well Name and No. ORRTANNA 20 FE	
Ø Oil Well					9. API Well No.	71011
2. Name of Operator EOG RESOURCES INCORPO	29. APT Well No. 30-025-44617-00-X1					
I Dh. 420 6			. (include area code)		10. Field and Pool or Exploratory Area RED HILLS-WOLFCAMP, WEST (GAS	
MIDLAND, TX 79702		FII. 432-000	J-3009		FICE	•
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)	C role	had Fie	SIO O	17. County or Parish, S	tate
Sec 20 T26S R33E SWSE 557FSL 2408FEL 32.023296 N Lat, 103.593513 W Lon		OCD Hobbs			LEA COUNTY, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICAT	TE NATURE O	F NOTICE,	REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION	ON TYPE OF ACTION					
■ Notice of Intent	☐ Acidize	☐ Deepen		☐ Product	tion (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Hydraulic Fracturing ☐ Recla		Reclam	ation	■ Well Integrity
☐ Subsequent Report	☐ Subsequent Report ☐ Casing Repair		■ New Construction		olete	Other
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon		rarily Abandon	Drilling Operations
	☐ Convert to Injection	on Plug Back Wate		☐ Water I	Disposal	
testing has been completed. Final Aldetermined that the site is ready for final previous (OAs and lowing Africked (OA)	inal inspection. e-drill the production hole	as per attach	ed procedure.			
SEE ATTACHED FOR						
CONDITIONS OF APPROVAL						
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #4 For EOG RESOU mmitted to AFMSS for proc	RCES INCOR	POŘATED, sent (to the Hobbs	s [*]	
Name (Printed/Typed) STAN WAGNER			Title REGULATORY ANALYST			
Signature (Electronic Submission)			Date 07/10/2018			
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE	
Approved By_ZOTA STEVENS			TitlePETROLEUM ENGINEER		Date 07/11/2018	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.			Office Hobbs			
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a			willfully to m	ake to any department or	agency of the United



Orrtanna 20 Fed #710H Production Hole Re-Drill Plan Forward 7/10/18

Background information:

The well was TD'd at 17,323' MD with 12.8 ppg OBM. While RIH with 5-1/2" production casing, the casing became stuck at 17,038' MD (approx. 270' short of planned set depth). While working casing in an attempt to free the pipe, the casing parted at approx. 490'. The 490' of parted casing has been recovered from the well. Outlined below is the procedure in place to recover enough 5-1/2" casing to allow us to re-drill the curve and lateral on this well.

Plan Forward:

- 1. RIH with concave mill and dress top of fish in the hole at 490' MD. Dress the top of fish to get a clean tube that can be engaged with an overshot. POOH with mill.
- 2. RIH with overshot crossed over to 5-1/2" production casing. Engage fish and perform overpull test to confirm overshot is latched on fish.
- 3. Once overshot is engaged, circulate with 12.8-13.2 ppg active mud. Proceed to running free point to confirm free pipe depth.
- 4. Attempt to confirm free point at +/- 45 degrees into the curve. POOH with free point tool.
- 5. RIH with gauge ring to +/- 45 deg and confirm ID is clear inside 5-1/2" casing. POOH with gauge ring.
- 6. RIH with jet cutter and cut casing at +/- 45 degrees in the curve. POOH with jet cutter.
- 7. RU casing crew and LD approx. 12,300' of 5-1/2" production casing.
- 8. Prep rig floor to pick up an OH cementable whipstock. RIH and set whipstock at +/- KOP. Pump balanced cement plug. WOC.
- 9. RIH with drilling assembly and re-drill the curve and lateral section of the well. RIH and cement 5-1/2" production casing.

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Production Zone 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. Plug back operations shall commence within <u>ninety (90)</u> days from this approval. If you are unable to plug back the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged back. 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 plug back operations. For wells in Eddy County, call 575-361-2822. For wells in 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. **Before pumping 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. Subsequent Plug back Reporting: Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back 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. Show date work was completed. If plugging back to a new zone submit a Completion Report, form 3160-4 with the Subsequent Report.
- 7. <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.
- 8. <u>If well location is within the Timing Limitation Stipulation Area for Lesser Prairie-Chicken:</u> From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted