SCAN'IED

(June 2015)	DH	EPARTME	ENT OF THE I F LAND MANA	NTERIOR					FORM API OMB NO. 1 xpires: Janua	.004-0137	
	SUNDRY	NOTICES	S AND REPO	RTS ON V	/ELLS			5. Lease Seria NMNM10	al No.	19 51, 2016	
Di aba	o not use th	is form fo	r proposals to rm 3160-3 (AP	drill or to	o_onfor an		H	6. If Indian, A		ibe Name	
			TE - Other ins					7 If Unit or C	⁷ Δ/Δ greeme	nt, Name and/or No.	
1. Type of Well	COBMIT IIV	THII LIOA	TL - Other mis		n page z					nt, ivallie and/or ivo.	
Oil Well 🛛 G	as Well 🗖 Oth	ner						8. Well Name MAILBOX	and No. 1921-23 FI	EDERAL 001	
2. Name of Operator PARALLEL PETE	ROLEUM CO	RPORAT	Contact: 1001alil: DEYLER@	DAVID A E MILAGRO-R	YLER ES.COM			9. API Well N 30-015-3			
3a. Address 1004 N. BIG SPF MIDLAND, TX 79	9701			Ph: 432-6	lo. (include area co 87-3033	ode)		10. Field and MORRO	Pool or Expl W PRIM/W	loratory Area VOLFCAMP ALT	
4. Location of Well (1)				11. County or	Parish, State	9	
Sec 23 T19S R21	IE NWNW 66	60FNL 660	FWL					EDDY C	OUNTY, N	М	
12. CHE	CK THE AF	PROPRIA	ATE BOX(ES)	TO INDICA	ATE NATURE	OF NO	TICE, R	EPORT, O	R OTHER	R DATA	
TYPE OF SUBM	ISSION				TYPE	OF ACTI	ION				
Notice of Intent ■		☐ Acid	ize	□ De	epen	□ P:	roduction	n (Start/Resu	ıme)	Water Shut-Off	
☐ Subsequent Repo	ort		Casing	arous being	draulic Fracturin	· -	eclamati			Well Integrity	
☐ Final Abandonm			ng Repair		w Construction		ecomple] Other	
_ 1 mai 7 toandomn	ioni ivolice	☐ Change Plans☐ Convert to Injection☐					☐ Temporarily Abandon ☐ Water Disposal				
Attach the Bond unde following completion testing has been comp determined that the sit 1) SET 5-1/2" CIB 2) PUMP 90 SXS. 3) PUMP 35 SXS. 4) PERF. X CIRC. 5) DIG OUT X CU CSGS. X INSTAL DURING THIS PETHE REQUIRED	leted. Final Ab. le is ready for fin P @ 4,300'; CMT. @ 3,3: CMT. @ 1,7' . TO SURF., IT OFF WELL L DRY HOLE ROCEDURE N DISPOSAL, I	andonment N nal inspection PUMP 25 50'-2,610'(00'-1,445'(FILLING A LHEAD 3' E MARKEF WE PLAN PER OCD	SXS.CMT. @ 4 SXS.CMT. @ 4 T/ABO, T/TUB T/GLOR., 8-5/8 ALL ANNULI, 4 B.G.L.; VERIF R TO USE THE 6 RULE 19.15.1	Ad only after all and only after all all all all all all all all all al	requirements, inc T; CIRC. WELL E); WOC X TA @ 63 - 3 - 6 SURF. ON ALL OOP SYSTEM GENERA SPECIAL	W/ MLF. G CMT. I ANNULI W/ ASTI AL REQ STIPL	PLUG.	Vinterval, a Forave been com 100 - (1760' - (17	TIBLE TO STATE TO AUL CONT	nust be filed once the operator has	· 5
					ATTACHE	D					
 I hereby certify that the state of the state	DAVID A E	Electronic For P Committe	ect. Submission #5 ARALLEL PETR ed to AFMSS for	OLEUM COP	RPORATION, se	ent to the PEREZ on	Carlsha	d			
Signature	(Floatmania S.	1									
ed for record – NMOCE	(Electronic Su		S SPACE FO	R FEDER	Date 04/06		E HEE				_
										Τ .	=
Approved By Long	<u></u>				Title Petr	o leum	Eng	inear		Date 4/17/	202
Conditions of approval, if an ertify that the applicant holy which would entitle the app	ds legal or equit	table title to	those rights in the s thereon.	subject lease		FO					
Title 18 U.S.C. Section 100 States any false, fictitious	l and Title 43 U or fraudulent sta	S.C. Section	n 1212, make it a c epresentations as te	rime for any pe o any matter w	erson knowingly ar ithin its jurisdiction	nd willfully n.	to make	to any departn	nent or agend	y of the United	_

(Instructions on page 2)

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

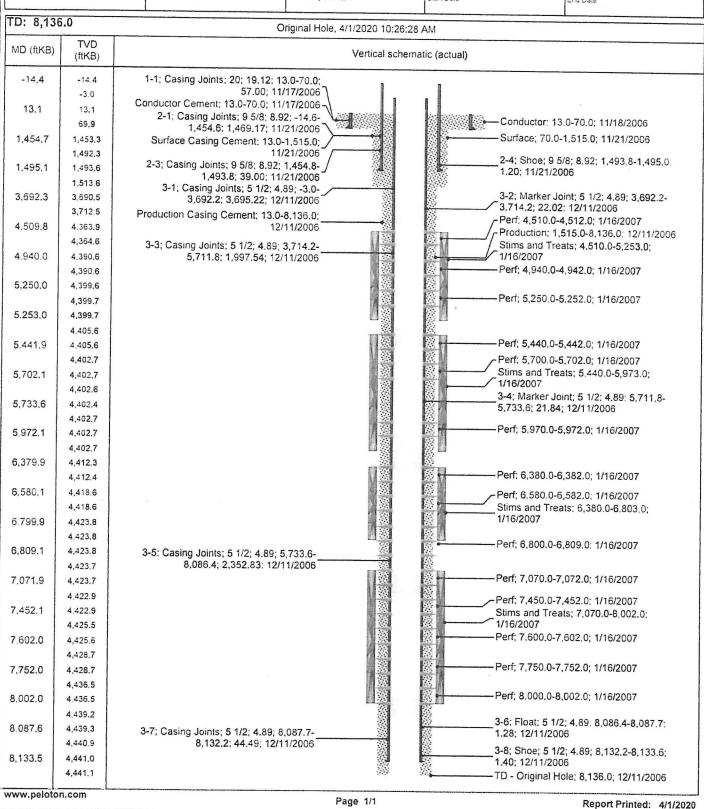
N PARALLEL

Schematic - Tubing and Rods

Well Name: MAIL BOX 1921-23 FEDERAL #1

API/UWI 30-015-35165	Surface Legal Location	Field Name	License #	State/Province	Well Configuration Type
Original KB Elevation (ft)	KB-Tubing Head Distance (ft)	Spud Date	Rig Release Date	PBTD (All) (ftKB)	Total Depth All (TVD) (ftKB) Original Hole - 4 441.1

Most Recent Job
Job Category Primary Job Type Secondary Job Type Start Date End Date



PLUGGING & ABANDONMENT WORKSHEET (3 STRING CSN						
30-015-35165 OPERATOR PARA	PLLEL PESPOLEUM CORP.					
LEASENAME MAIL	BOX 1921-23 FED.					
405×5.@	WELL # 001					
SECT Z3 T						
FROM //A'N	WSL 660'EWL					
630 to surface TD: 4,44170	ID FORMATION @ TD WACK					
verify @ surf. PBTD: 4,4377	VD FORMATION @ PBTD //					
7/37	12 LOUNTHOUGH PRID 1.					
SIZE	SET @ LTOC I					
0 3/6	SET @ TOC TOC DETERMINED BY					
@ 1,495 INTMED 1	1,495 650' N/A.					
TOC 650 INTMED 2						
	8/3/10 5:00 000					
105 5x PROD 5-12 8	3,136 MD SUFF. CIRC.					
Pump 355x3.2 SIZE	TOP BOT TOC DETERMINED BY					
1,700'-1445' LINER 1						
Pump 355x5.2 SIZE 1,700'-1,445' LINER 1 1650' TAG CUT & PI						
00:01						
INTMED 1	PERFS 45/0' - 8002' MD					
@ INTMED 2	OPENHOLE -					
TOC						
* REQUIRED PLUGS DISTRICT.						
RUSTLER (ANHYD)	PLUG TYPE SACKS DEPTH					
Pump 905X50 YATES	PLUG CMNT					
Pump 905x6@ YATES 2350'-2,610' QUEEN	EXAMPLES					
GRAYBURG GRAYBURG	PLUG#1 OH 25 SXS 9850'					
SAN ANDRES	PLUG#2 SHOE 50 SXS 8700'-8800'					
	PLUG #3 CIBP/35' 5300'					
CAPITAN REEF *	PLUG#3 CIBP 25 SXS 5300'					
W.A.F. Dung 255x5 P	FLUG#4 STUB 50 SXS 4600'-4700'					
4120/2 4100 DELAWARE	PLUG#6 RETNR SQZ 200 SXS 400					
M.M. PUMP 25 5X5 CP 4,300'- 4,100' BELL CANYON CHERRY CANYON	PLUG#7 SURF 10 SXS 0-10'					
SET SIZ CIBI CHERRY CANYON	FLOG#1					
Leak CARCO CO 4,300' BRUSHY CANYON . 184+ 51/2" BONE SPRING	PLUG#2					
Test// // Bone spring	PLUG#3					
CSBP 5'12,	PLUG#4					
CSBP SOME SPRING SUBJECTION OF SURETA 1,650 * TOC SUREF. BLINEBRY	PLUG#5					
TOC SURF. BLINEBRY	FLUG#6					
тивв 2,660	PLUG # 7					
DRINKARD	PLUG#8					
ABO 3,300°	PLUG#9					
	PLUG#10					
wc 4,225	PLUG #					
PENN	PLUG#					
STRAWN						
атока						
TD 4,441 TVD MORROW						
DEVONIAN						
OS TOTAL						
	DAE 04/05/20.					

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.

I. 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 $90^{\rm th}$ day provide this office, prior to the $90^{\rm th}$ 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 575-361-2822; 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.

equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Henryctta Price Environmental Protection Specialist 575-234-5951

Shelly Tucker Environmental Protection Specialist 575-234-5979

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, redistribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of
 Operations must include adequate measures for stabilization and reclamation of disturbed lands.
 Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD
 process as per Onshore Oil and Gas Order No. 1.
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). is to be completed within 6 months of well completion, and final reclamation.
- The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation

. . .

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. Dry Hole Marker: 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 plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with The well bore shall the 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, 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.
- 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.

Form 3160-5 (June 2015)

JNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

	Expires:	Januai
5.	Lease Serial No.	
	NIN ANIN ALCOCTO	

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an					NMNM103570		
Do not use the abandoned we	6. If Indian, Allottee or Tribe Name						
SUBMIT IN	TRIPLICATE - Other inst	tructions on	page 2		7. If Unit or CA/Agree	ment, Name and/or No.	
 Type of Well ☐ Oil Well ☐ Gas Well ☐ Other 	her				8. Well Name and No. MAIL BOX 1921-2	3 FEDERAL 1	
Name of Operator PARALLEL PETROLEUM CC	Contact: DRPORA TIONS ill: DEYLER@	DAVID A EY MILAGRO-RE	LER ES.COM		9. API Well No. 30-015-35165-00	0-S1	
3a. Address 1004 NORTH BIG SPRING S MIDLAND, TX 79702	UITE 400	3b. Phone No Ph: 432-68	o. (include area code) 37-3033		10. Field and Pool or E BUNTING RANC	xploratory Area CH-WOLFCAMP	
4. Location of Well (Footage, Sec., T)			11. County or Parish, S	State		
Sec 23 T19S R21E NWNW 66	60FNL 660FWL				EDDY COUNTY	, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE OI	F NOTICE,	REPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION			TYPE OF	ACTION		0	
■ Notice of Intent	☐ Acidize	☐ Dee	epen	☐ Product	ion (Start/Resume)	☐ Water Shut-Off	
-	☐ Alter Casing	□ Нус	draulic Fracturing	☐ Reclama	ation	■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	1	v Construction	☐ Recomp	lete	☐ Other	
☐ Final Abandonment Notice	☐ Change Plans	☑ Plu	Plug and Abandon Ten		arily Abandon		
	☐ Convert to Injection		g Back	☐ Water D	1		
13. Describe Proposed or Completed Ope If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fit of the proposed in the site is ready for fit of the proposed in the site is ready for fit of the proposed in the propose	any or recomplete horizontally, rk will be performed or provide to operations. If the operation resondonment Notices must be filling in the operation. MP 75 SXS.CMT. @ 7,60 866'-6,726'(T/STWN.). 130'-4,290'(T/WCMP.). 137'-3,407'(T/ABO). 138'-1,374'(T/GLOR., 9-5/. 12. 40 SXS.CMT. @ 570'- FILLING ALL ANNULI, 2 LHEAD 3' B.G.L.; VERIF' E MARKER. WE PLAN TO USE THE	give subsurface the Bond No. o sults in a multip ed only after all 0'-7,268'(T/A 8"CSG.SHOI 470'(13-3/8"(5 SXS.CMT. Y CMT. TO S CLOSED-LC	locations and measure file with BLM/BIA file completion or recorded in the completion or recorded in the completion of t	CMT. PLUG C X TAG.	rtical depths of all pertine in security and the pertine in security and the pertine in the perturbation in the perturbat	ent markers and zones. filled within 30 days 14 must be filled once 12 the original of	
14. I hereby certify that the foregoing is	true and correct						
Com	#Electronic Submission #5 For PARALLEL PETI Imitted to AFMSS for proce	ROLEUM COP	PORATION, sent	to the Carls	had		
Name (Printed/Typed) DAVID A	EYLER		Title AGENT				
Signature (Electronic S	ubmission)		Date 04/06/20	20			
	THIS SPACE FO	R FEDERA	L OR STATE O	OFFICE US	SE		
Approved By RETURN	ED		LONG VO TitlePETROLE	JM ENGINE	ER	Date 05/26/2020	
Conditions of approval, if any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to condu-	subject lease	Office Carlsbad					
Title 18 U.S.C. Section 1001 and Title 43 I States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a catatements or representations as	crime for any pe to any matter w	erson knowingly and within its jurisdiction.	willfully to ma	ke to any department or a	gency of the United	
Instructions on page 2)							

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 228424

CONDITIONS

Operator:	OGRID:
PARALLEL PETROLEUM LLC	230387
1004 N Big Spring	Action Number:
Midland, TX 79701	228424
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Create		Condition Date
gcord	To None	6/27/2023