Form 3160-5 " (August 2007)

OCD Artesia

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

5	Lease Serial No.	
J.	Loage Bellai 140.	
	NMNM0554771	
	NMNM0554771	

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an
abandoned well. Use form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

abandoned we		o. Il illustry, motice of Theorytaine					
SUBMIT IN TRI		7. If Unit or CA/Agreement, Name and/or No.					
Type of Well Gas Well □ Oth			8. Well Name and No. TOG FEDERAL 006				
Name of Operator RKI EXPLORATION AND PR	RDLINGER		9. API Well No. 30-015-27004				
3a: Address 210 PARK AVE., SUITE 900 OKLAHOMA CITY, OK 7310	o. (include area code 96-5774 6-5772	e)	10. Field and Pool, or Exploratory BURTON; DELAWARE EAST				
4. Location of Well (Footage, Sec., T			-		11. County or Parish, and State		
Sec 16 T20S R29E Mer NMP	•				EDDY COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) T	O INDICATI	E NATURE OF	NOTICE, RI	EPORT, OR OTHE	R DATA	
TYPE OF SUBMISSION	ТҮРЕ С	TYPE OF ACTION					
Notice of Intent □ Subsequent Report	Alter Casing		Fracture Treat		ion (Start/Resume)	☐ Water Shut-Off ☐ Well Integrity ☐ Other	
☐ Final Abandonment Notice	□ Casing Repair□ Change Plans	_	v Construction g and Abandon	☐ Recomp	arily Abandon	☐ Other	
That Abandonment Notice	· · ·		g and Abandon g Back	☐ Water D			
	on is proposing to plug and document. Also attache	RECEI AUG 27	VED SEE ATTACHED FOR				
14. I hereby certify that the foregoing is	frue and correct. Electronic Submission # For RKI EXPLORA' Committed to AFMSS 1	TION AND PR	DÚCTION, sent	to the Carlsb	ad		
Name(Printed/Typed) JODY NC			Title REGULATORY ANALYST				
Signature (Electronic S			Date 08/19/2013				
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE US	SE		
Approved By Conditions of approval if any, are attached ertify that the applicant holds legal or equ	Title SE	<u> </u>		Date 8-22-13			
which would entitle the applicant to condu Fitle 18 V.S.C. Section 1001 and Title 43	ct operations thereon.		Office CAC		ka to any danatana t	according the United	
States any false, fictitious or fraudulent s	tatements or representations as	to any matter w	ithin its jurisdiction	i williully to ma	ke to any department or	agency of the United	

RKI Exploration & Production, LLC TOG Federal 006

Plugging & Abandonment Procedure

Section 16 T20S R29E Eddy County, New Mexico API # 30-015-27004

> Prepared By: Jaime McAlpine, P.E. Email: jmcalpine@rkixp.com

Producing Formation: Delaware 4,346'-4,358'

Spud Date: 2/15/96 Comp <u>Date:</u> 5/15/96

KB Elev: 3,292' GL Elev: 3,278'

TD: 5,905' PBTD: 4,900'

TUBULAR SUMMARY:

Surface:

13 3/8" 54.5# K-55 8rd STC: 0-275' - TOC @ surface 9 5/8" 40# J-55 STC: 0' - 1,195'- TOC at surface

Intermediate: Intermediate:

7" 23# K-55 STC: 0-2,770 - TOC @ surface

Production:

4 1/2" 11.6# J-55 BTC: 0' - 5,905' - TOC @ surface per report

Tubing:

2 7/8" per reports/BLM filings

OBJECTIVE: Plug and abandon per Federal BLM requirements.

RKI REQUIRES THAT HARD HATS, STEEL TOE BOOTS, FIRE RETARDANT CLOTHING, AND SAFETY **GLASSES BE WORN ON LOCATION**

HOLD SAFETY MEETING PRIOR TO COMMENCING DAILY OPERATIONS

NO IGNITION SOURCES WITHIN 100 FT OF THE WELLHEAD, TANKS OR MANIFOLD.

PROCEDURE:

- 1) Test safety anchors.
- MI RU Service Unit. MI RU pump truck. Test tubing to 400 psi against stuffing box. RD MO pump truck.
- 3) HO PU. Unseat pump. IF NECESSARY, Hot oil tubing w/ 20 BO. ROH, LD rods/pump.
- ND flange/tubinghead. NU BOP.
- Release TA. TOH w/ tubing, LD 1,000'.
 - MI RU wireline. RIH w/ JB/GR to 4,350'. RIH and set CIBP @ 4,325' (NOTE: DO NOT SET CIBP IN CASING COLLAR).
 - TIH w/ tubing to 4,300'.
- Pump 25 sx Class C, 16.4 ppg/4.3 gps and flush w/ mud to 100' above EOT.
- 9) POH w/4 jts. tubing Circulate wellbore with 70 bbls heavy mud. TOH w/ tubing.
- 10) RIH w/JB/GR to 3,175'. RIH and set CIBP @ 3,125'. (NOTE: DO NOT SET CIBP IN CASING COLLAR).
- 11) TIH w/ tubing to 3,100'.





25 5x 14) RIH w/ JB/GR to 2,800'. RIH and set CIBP @ 2,740' (NOTE: DO NOT SET CIBP IN CASING COLLAR). Dump bail 2-sx-cmt (25') on plug. RH-and-set CIBP @ 1,170' (NOTE: DO NOT SET CIBP IN CASING COLLAR). 15) THH-w/tubing to 1,150'. Spot emt from 1444' - 1145' 16) Pump 25 sx Class C, 16.4 ppg/4.3 gps and flush w/ mud to 100' above EOT. 17) TOH w/ tubing, LD 800'. 18) RIH w/ JB/GR to 300'. RIH and set CIBP @ 260'. (NOTE: DO NOT SET CIBP IN CASING COLLAR). RD MO Spot cont from 410' - 225' was To 19) TIH w/ tubing to 250'. Pump 15 sx Class C, 16.4 ppg/4.3 gps and flush w/ 1 bbl. mud. 20) TOH, tubing. Pump top plug 4-34' w/ 2 sx Class C, 16.4 ppg/4.3 gps. 21) RD MO Service Unit. 22) Cut off casing 3' below ground level. WO cap with operator, well name/number and date. Remove all equipment, pull safety anchors and clean up surface location. Verity cost to surt, all annulus **RKI Contact List:** RKI Brent Umberham Manager-Drlg & Prod Ops 405-996-5748 405-623-5080 Ken Fairchild Production Manager 405-996-5764 469-693-6051 Gene Thompson Production Superintendent 575-885-1313 817-908-9219 Paul Munding Production Engineer 405-987-2140 405-820-2825 **Engineering Consultant** 405-996-5741 405-850-6685 Jaime McAlpine **Emergency Contacts - New Mexico:** Hospital: Carlsbad Medical Center (575) 887-4100 2430 W. Pierce St., Carlsbad, NM 88220 Sheriff's Office: Lea County Sheriff Dept (575) 396-3611 **Eddy County Sheriff Dept** (575) 887-7551 **Emergency Contacts - Texas:** Reeves County Hospital Hospital: (432) 447-3551 2323 Texas St. Pecos TX 79772 Sheriff's Office: Reeves County Sheriff Dept (432) 445-4901 Loving County Sheriff Dept (432) 377-2411

12) Pump 25 sx Class C, 16.4 ppg/4.3 gps and flush w/ mud to 100' above EOT.

13) TOH w/ tubing, LD 2,000'.

RKI Exploration and Production, LLC

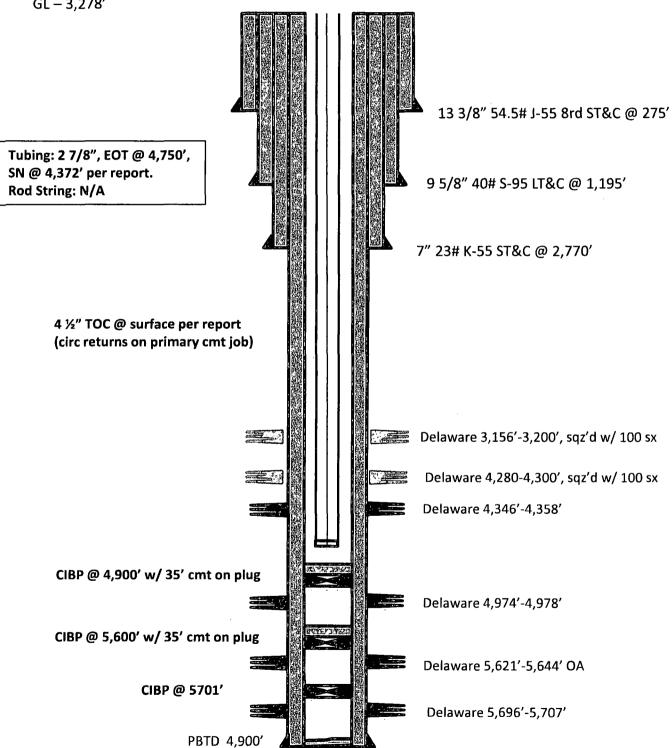
TOG Federal 006

Section 16 T20S R29E **Eddy County, New Mexico** API No. 30-015-27004



KB - 3,292'GL - 3,278'

8/13/13; JLM



TD 5,905'

4½" 11.6# J-55 BT&C @ 5,905'

RKI Exploration and Production, LLC

TOG Federal 006

Section 16 T20S R29E Eddy County, New Mexico API No. 30-015-27004



KB - 3,292'8/13/13; JLM GL - 3,278'Rusfler 230 4'-34' - 2 sx cmt plug or cir to suit Spot 4/0-225 week To CIBP @, 260' W/15 sx cmt on plug

T/Salt 360

Spot 1444- 1/45 woc Tog

CIBP @ 1,176' w/25 sx cmt on plug 13 3/8" 54.5# J-55 8rd ST&C @ 275' 9 5/8" 40# S-95 LT&C @ 1,195' CIBP @ 2,740 w/2 sx cmt on plug 7" 23# K-55 ST&C @ 2,770' 7/2 4 1/2" TOC @ surface per report (circ returns on primary cmt job) Del 3155 CIBP @ 3,125' w/ 25 sx cmt on plug Beashy Cyn 4785

(9Mit Not Neede CIBP @ 4,325' w/ 25 sx cmt on plug Delaware 3,156'-3,200', sqz'd w/ 100 sx Delaware 4,280-4,300', sqz'd w/ 100 sx Delaware 4,346'-4,358' Bone Spring 5900 CIBP @ 4,900' w/ 35' cmt on plug Delaware 4,974'-4,978' CIBP @ 5,600' w/ 35' cmt on plug Delaware 5,621'-5,644' OA CIBP @ 5701' Delaware 5,696'-5,707' PBTD 4,900'

TD 5,905'

4½" 11.6# J-55 BT&C @ 5,905'

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 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. 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 10th 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. **Show date well was plugged.**
- 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 procedure.

J. Amos 3/6/11



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, production facilities, and access roads must undergo "final" reclamation so that the character and 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 the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity 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.

- 1. 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 reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. 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

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:

Inspection & Enforcement

Jim Amos Supervisory Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Mike Burton Environmental Protection Specialist 575-234-2226

Jeffery Robertson Natural Resource Specialist 575-234-2230

Jennifer Van Curen Environmental Protection Specialist 575-234-5905

Doug Hoag Civil Engineering Technician 575-234-5979

Linda Denniston Environmental Protection Specialist 575-234-5974

Solomon Hughes Natural Resource Specialist 575-234-5951

Permitting

Cody Layton Natural Resource Specialist 575-234-5959

Trishia Bad Bear Natural Resource Specialist 575-393-3612

Todd Suter Surface Protection Specialist 575-234-5987

Tanner Nygren Natural Resource Specialist 575-234-5975

Amanda Lynch Natural Resource Specialist 575-234-5922

Legion Brumley Environmental Protection Specialist 575-234-5957

Realty, Compliance

Randy Pair Environmental Protection Specialist 575-234-6240