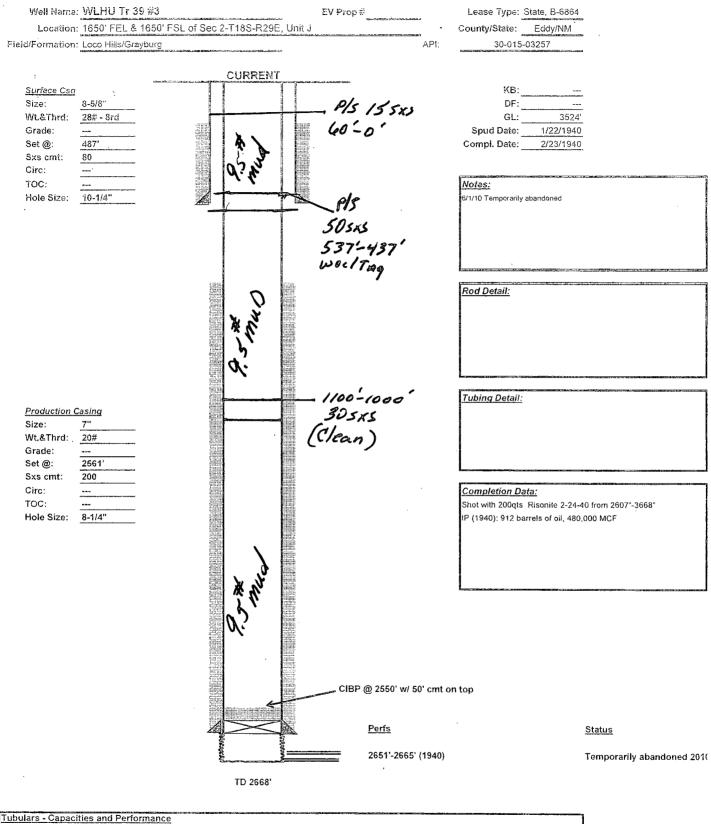
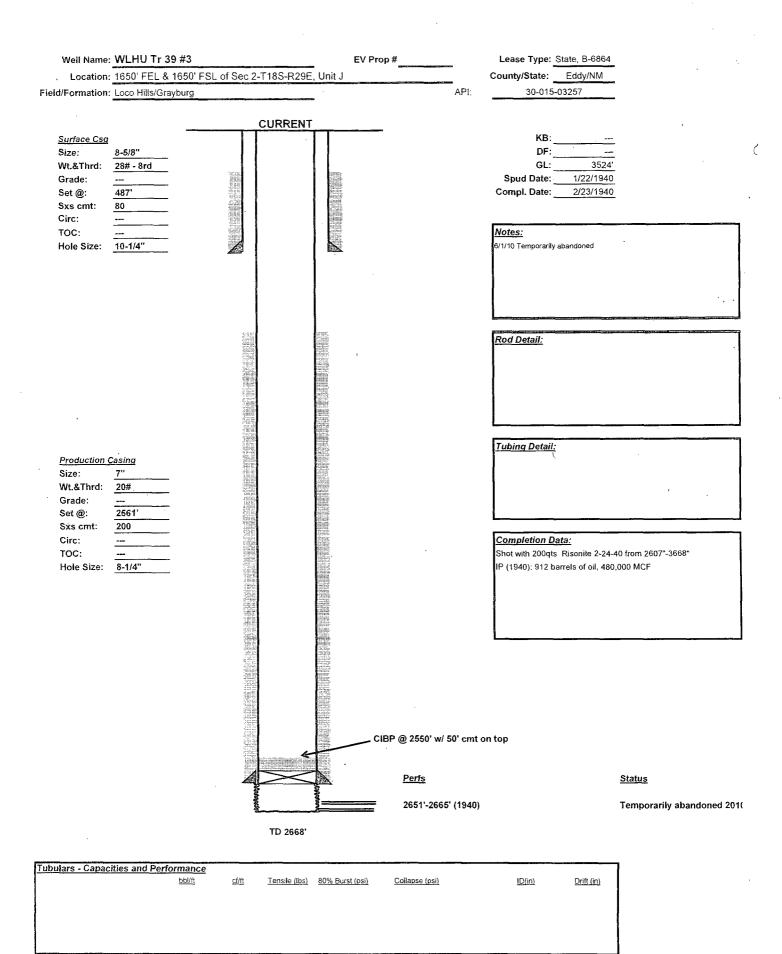
Submit I Copy To Appropriate District Office	State of free Wite Aleo				Form C-103
<u>District 1</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240					Revised July 18, 2013
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION			ELL API NO.015 30-025-03257	······································
<u>District III</u> – (505) 334-6178	1220 South St. Francis Dr.			Indicate Type of L STATE	ease FEE
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> - (505) 476-3460	Santa Fe, NM 87505			State Oil & Gas Le	ease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505				B-6	
(DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPL		PEN OR PLUG BAC	K TO A		it Agreement Name Jnit Tract 39
PROPOSALS.) 1. Type of Well: Oil Well	1. Type of Well: Oil Well S Gas Well Other				3
2. Name of Operator		<u></u>		OGRID Number	
	perating, L.L.C. Fannin, Ste. 800	LAN 03	<u>2013</u>	143199). Pool name or Wi	ldcat .
	ton, TX 77002			Loco Hills Quee	en-Grayburg-San
4. Well Location Unit Letter J	· 1650 foot fro	RECE		and 1650	fact from the
East line	:1650feet fro	m theSout	hline		feet from the
Section 2	Township	18S Ran	ge 29E	NMPM	Eddy County
	11. Elevation (Show w	hether DR, RKB, 3524' GR	RT, GR, etc.)		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data					
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:					
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS PAND A					
PULL OR ALTER CASING			NG/CEMENT JO		
CLOSED-LOOP SYSTEM		🔲 отн	ER:		
13. Describe proposed or com					
of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.					
MIRU/ POOH w/ Production Equ	Appr	oved for plugging of w	ell hore only.		
RIH to 2500'Cir. well w/ !	MLF 9.5#	lity under bond is reta 103 (Subsequent Rep	ort of Well Plugging	NM OIL CON	SERVATION
• Spot 30 sxs 1100'-1000' (clean) which	h may be found at OC is, www.cmnrd.state.n	D Web Page under	ARTESIA	DISTRICT
 Perf/Sqz 50 sxs 537'- 437' Perf/Sqz 15 sxs 60'-0' 	WOC/TAG	is, www.cminrd.state.n		JAN 2	L 2015
 Pert/Sqz 15 sxs 60'-0' RDMO 	. .				
• Cut well head and anchors CONDITIONS OF APPROVAL ATTACH	/ Install dry hole marker IED			RECEI	VED
Approval Granted providing work	ric				
		Release Date:			
Completed by 7eb 4-201	φ				
I hereby certify that the information	above is true and comple	te to the best of n	ny knowledge ar	nd belief.	
	1				
SIGNATURE_ <i>W</i> .	htTIT	le <u>P&A Su</u>	pervisor	DATE	1-7-15
	E-mail address: willia	am.white@basice	nergyservices.co	<u>om</u> PHONE: (432)) 563-3355
For State Use Only	ral o	D. A	Smin	,	2 lu l
APPROVED BY:Conditions of Approval (if any):		LE DIST The	XPENISS	DATE	a/4/2015-
X See Attached COAS					



Tubulars - Capacifies and Performance bbi/fi cf/fi Tensile (lbs) 80% Burst (psi) Collapse (psi) ID(in) Drift (in)



NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 S. FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL FOR PLUGGING & ABANDONMENT

Operator: Enervesr

Well Name & Number: WCH bas Unt #3

API #: 30 - 015 - 03-257

- 1. Produced water <u>will not</u> be used during any part of the plugging & abandonment operation.
- 2. Notify NMOCD Dist. 2 office at least 24 hrs before beginning work.
- 3. Closed Loop System is to be used for entire plugging operation. Upon completion, contents of steel pit are to be hauled to a permitted disposal location.
- 4. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator, as well as the contractor, to verify that this permit is place prior to performing work. Drivers shall produce a copy upon request of NMOCD Field Inspectors.
- 5. A subsequent C-103 will serve as notification that the well bore has been plugged ONLY. A C-103 FINAL shall be filed before any bonding can be released on the well. Upon receipt of the Final, an inspection will be performed to verify that the location has been satisfactorily cleaned to NMOCD standards.
- 6. If work has not begun within 90 days of the approval of this procedure, an extension request must be filed, stating reason that well has not been plugged.
- 7. Every attempt must be made to clean the well bore out to below the perfs, before any plugs can be set, by whatever means possible.
- 8. Cement Retainers may not be used.

9. Squeeze pressures are not to exceed 500 PSI, unless approval is given by NMOCD.
10. Plugs may be combined after consulting with and getting approval from NMOCD.
11. Minimum WOC time for tag plugs will be 4 Hrs.

DATE: 2/4/15

APPROVED BY: SND

GUIDELINES FOR PLUGGING AND ABANDONMENT

DISTRICT II / ARTESIA

- All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater.
- Mud laden fluids must be placed between all cement plugs.
- Mud laden fluids must be mixed at 25 sacks of gel per 100 bbls of water.
- A cement plug is required to be set 50' below and 50' above all casing shoes and casing stub plugs. These plugs must be tagged.
- A CIBP with 35' of cement on top may be set in lieu of 100' cement plug.
- A plug as indicated above must be placed within 100' of top perforation. This plug must be tagged.
- Plugs set below and above salt zones must be tagged.
- No more than 2000' is to be allowed between cement plugs in open hole and no more than 3000' in cased hole.
- DV tools are required to have a 100' cement plug set 50' above and below the tool and must be tagged.
- Formations to be isolated with plugs placed at the top of each formation are:
 - o Fusselman
 - o Devonian
 - o Morrow
 - o Wolfcamp
 - o Bone Spring
 - o Delaware
 - Any Salt Section (Plug at top and bottom)
 - o Abo
 - o Glorieta
 - Yates (this plus is usually at base of salt section)
- If cement does not exist behind casing strings at recommended formation depths, the casing must be cut and pulled with plugs set at these depths or casing must be perforated and cement squeezed behind casing at the formation depths.
- In the R-111-P area (Potash Mine area) a solid cement plug must be set across the salt section.
 Fluid used to mix the cement shall be saturated with the salts common to the section penetrated and in suitable proportions, but not more than a 3% calcium chloride by weight of cement will be considered the desired mixture whenever possible (50' below and 50' above).