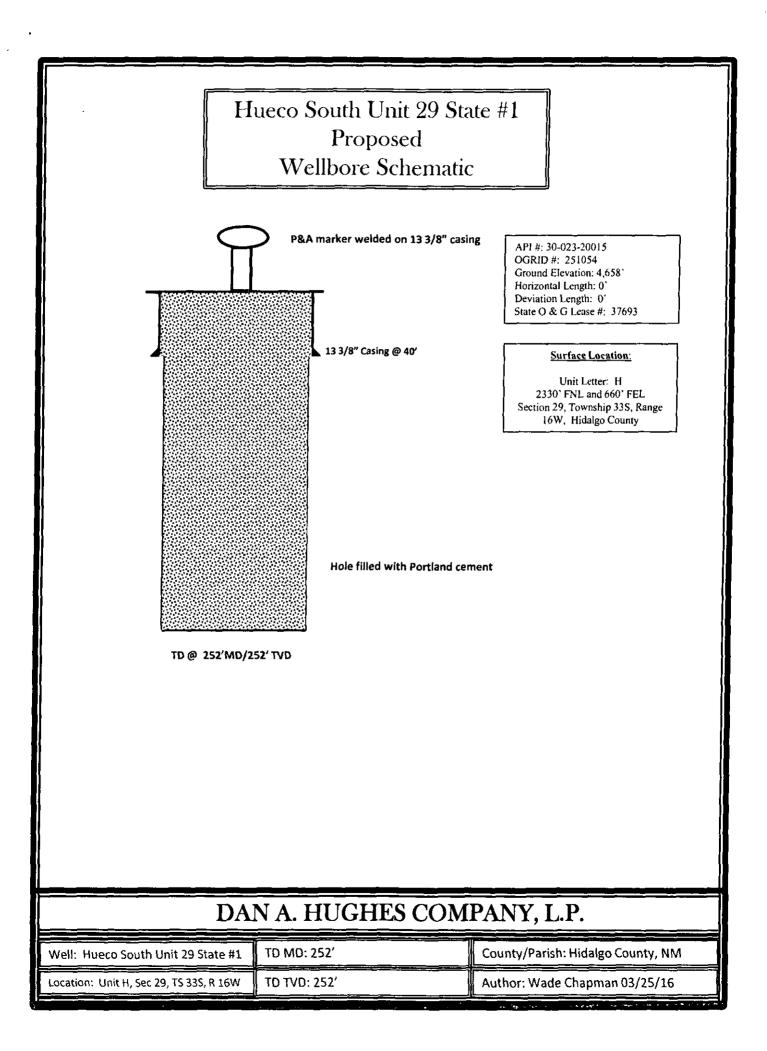
Submit I Copy To Appropriate District	Clata of Mary M	·	
Office	State of New Mexico Energy, Minerals and Natural Resources		Form C-10 Revised July 18, 20
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Enorgy, minorals and matural Resources		WELL API NO.
District 11 - (575) 748-1283	OIL CONSERVATION DIVISION		30-023-20015
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	1220 South St. Francis Dr.		5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410 District IV – (505) 476-3460	Santa Fe, NM 87505		6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM		,000	
87505 	CES AND REPORTS ON WELLS	·	37693
DO NOT USE THIS FORM FOR PROPOS			7. Lease Name or Unit Agreement Name
DIFFERENT RESERVOIR. USE "APPLIC.	ICATION FOR PERMIT" (FORM C-101) FOR SUCH		Hueco South Unit 29 State
PROPOSALS.)	Gas Well 🔀 Other		8. Well Number 001
2. Name of Operator			9. OGRID Number
	lughes Company, L.P.	· · · · · · · · · · · · · · · · · · ·	251054
3. Address of Operator	aveter St. Doorville T	N 70100 0000	10. Pool name or Wildcat
P.O. Drawer 669, 208 E. H	Jusion St., Beevine, I	X 78104-0669	Percha Shale
4. Well Location Unit Letter H :	2330feet from theNorth	ti- a and	cco casta Enct
		line and inge 16W	660 feet from the East line NMPM County Hidalgo
	11. Elevation (Show whether DR,		
	-		
12. Check A	ppropriate Box to Indicate N	ature of Notice,	Report or Other Data
NOTICE OF INT	ENTION TO:	SUB	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK		REMEDIAL WOR	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRI	
—		CASING/CEMENT	JOB 🗋
CLOSED-LOOP SYSTEM		OTHER:	
 Describe proposed or comple of starting any proposed work proposed completion or recor 	c). SEE RULE 19.15.7.14 NMAC	ertinent details, and For Multiple Con	give pertinent dates, including estimated da pletions: Attach wellbore diagram of
with Portland Cemer	casing @ 40'. Propose	acks as need	bandon well by filling well led to completely fill hole.
		-	
			approved for plugging of well bore only.
		· I	Jability under bond (s retained pending receipt of C-103 (Subsequent Report of Well Placing)
		· []	(ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under
	. ,	· []	Jability under bond (s retained pending receipt of C-103 (Subsequent Report of Well Placing)
		· []	(ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under
	· · ·		Jability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placging) which may be found at OCD Web Page under forms, www.cmnrd.state.nm.us/ocd
pud Date: 5/28/200	9 Rig Release Date		Jability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placging) which may be found at OCD Web Page under forms, www.cmnrd.state.nm.us/ocd
·		e: Still on	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under forms, www.emnrd.state.nm.us/ocd
SELL MUST BE	PLUBGED BY	Still on	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeting) which may be found at OCD Web Page under forms, www.emnrd.state.nm.us/ocd
·	PLUBGED BY	Still on	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeting) which may be found at OCD Web Page under forms, www.emnrd.state.nm.us/ocd
SELL MUST BE hereby certify that the information abo	PLUBGED BY ove is true and complete to the bes	Still on	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under forms, www.emmrd.state.nm.us/ocd
SELL MUST BE hereby certify that the information about IGNATURE Wade Chap ype or print name Wade Chap	PLUB9ED BY ove is true and complete to the bes Pho- TITLE Ope	e: Still on 5-12/20 It of my knowledge erations Mana	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under forms, www.emmrd.state.nm.us/ocd well. /// and belief. gerDATE3/29/2016 ughes.netPHONE: 361/358-3752
SELL MUST BE hereby certify that the information about IGNATURE Wade Chap ype or print name Wade Chap	PLUB9ED BY ove is true and complete to the bes Phoe TITLE Ope nan E-mail address:	e: Still on 5-/2/20 It of my knowledge erations Mana wchapman@dah	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under forms, www.emmrd.state.nm.us/ocd well. //7 and belief. ger DATE 3/29/2016 ughes.net PHONE: 361/358-3752 361/215-2373
SELL MUST BE hereby certify that the information about IGNATURE Wade Chap or State Use Only PPROVED BY: funct 1 or ditions of Approval (if any):	PLUB9ED BY ove is true and complete to the bes Phoe TITLE Ope nan E-mail address:	e: Still on 5-12/20 It of my knowledge erations Mana wchapman@dah	Ability under bond is retained pending receipt of C-103 (Subsequent Report of Well Placeing) which may be found at OCD Web Page under forms, www.emmrd.state.nm.us/ocd well. //7 and belief. ger DATE <u>3/29/2016</u> ughes.net PHONE: <u>361/358-3752</u> <u>361/215-2373</u> CHIELA DATE <u>5-2-2016</u>



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:	
Well Name & Number:	
API #:	

- 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.

. 12. 19.15.7.16 : B. In the case of a dry hole, a complete record of the well on form C-105 with the attachments listed in Subsection A of 19.15.7.16 NMAC shall accompany the notice of intention to plug the well, unless previously filed. The division shall not approve the plugging report or release the bond the operator has complied with 19.15.7.16 NMAC.

DATE:

X

APPROVED BY:

REVISED:11/2015

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
- ⊘ Wolfcamp
- o Bone Spring
- o Delaware
- o 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).