Form 3160-5 (June 2015)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2015

FORM	APPR	O۷	ED
OMB N	No. 100	4-0	137
Expires	lanuary	31	2018

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.

5. Lease Serial No. NMNM 90514

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an		6. If Indian, Allottee or Tribe Name		
abandoned well. Use Form 3160-3 (APD) for s				
SUBMIT IN TRIPLICATE - Other instructions on p	7. If Unit of CA/Agreement, Name and/or No.			
1. Type of Well				
Oil Well Gas Well Other		8. Well Name and No. Aspen Federal 1		
2. Name of Operator Snow Oil & Gas Inc		9. API Well No. 30-015-21605 <b>℃</b>		
A 1 T 70744	3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area		•	
4. Location of Well (Footage, Sec., T.R.,M., or Survey Description) 1980' FNL & 990' FWL of Sec 4-24S-26E	11. Country or Parish, State Eddy Co., NM			
12. CHECK THE APPROPRIATE BOX(ES) TO	NDICATE NATURE OF NOTI	CE, REPORT OR OTHER	DATA	
TYPE OF SUBMISSION	TYPE OF AC	TION		
Alter Casing H	ydraulic Fracturing Recl ew Construction Recc	uction (Start/Resume) amation omplete	Water Shut-Off Well Integrity Other	
	,	porarily Abandon er Disposal		
Set CIBP within 100' of existing Morrow perforations with 20' of CMT	on top. Prepare to test Strat	wn formation	NM OIL CONSERVATION  ARTESIA DISTRICT  SEP 2 3 2016	
			RECEIVED	
SUBJECT TO LIKE APPROVAL BY STATE		_	TACHED FOR IS OF APPROVAL	
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)  Joe Lindemood	Landman Title			
Signature for Lindenur 2	Date	08/08/2016	KUVED	
THE SPACE FOR FE	DERAL OR STATE OF	ICE USE		
Approved by  Conditions of approval, if any, are attached. Approval of this notice does not warr certify that the applicant holds legal or equitable title to those rights in the subject		BUREAU OF	AND MANAGEMENT	
which would entitle the applicant to conduct operations thereon.	Office	CARLSBA	D FIELD OFFICE	

Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## **Conditions of Approval**

## Snow Oil & Gas Inc. Aspen - 01, API 3001521605 T24S-R26E, Sec 04, 1980FNL & 990FWL August 08, 2015

- 1. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location for this workover operation.
- 2. Subject to like approval by the New Mexico Oil Conservation Division.
- 3. A NMOCD Form C-102 "Well Location and Acreage Dedication Plat" with updated information is necessary with the notice of intent package when recompletion changes a well's Pool designation.
- 4. Some procedures are to be witnessed. Notify BLM 575-361-2822, Eddy Co. as work begins. If there is no response, leave a voice mail with the API#, workover purpose, and a call back phone number.
- 5. Surface disturbance beyond the existing pad shall have prior BLM approval.
- 6. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 7. Functional H<sub>2</sub>S monitoring equipment shall be on location.
- 8. 5000 (5M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. Blind ram(s) and pipe ram(s) designed to close on all workstring diameters used is required equipment. A manual BOP closure system (hand wheels) shall be available for use regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) shall be employed when needed for reasonable well control requirements.
- 9. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 10. After isolating the Morrow perforations with a CIBP, perform a charted casing integrity test of 500psig minimum from the CIBP to surface. Document the pressure test on a one hour full rotation calibrated (within 6 months) recorder chart registering within 35 to 75 per cent of its full range. Verify all annular casing vents are plumbed to the surface and open during this pressure test. Call BLM 575-361-2822 and arrange for a BLM witness of that pressure test. Include a copy of the chart in the subsequent sundry for this workover.

- 11. Before casing or a liner is added, replaced, or repaired prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 12. Provide BLM with an electronic copy (Adobe Acrobat Document) cement bond log record from the CIBP to TOC taken with 0psig casing pressure. The CBL may be attached to a <u>pswartz@blm.gov</u> email.
- 13. Set a 250ft Class H cement plug on the Morrow isolation CIBP. Formation isolation plugs of Class "H" to be mixed 16.4#/gal, 1.06ft<sup>3</sup>/sx, 4.3gal/sx water. Tag the plug with tubing. A WOC time of 8 hours is recommended.
- 14. The subsequent report is to include any stimulation injection pressures. Report maximum/minimum injection rate (BPM) and max/min stimulation injection pressures (psig).
- 15. Submit the (BLM Form 3160-5 subsequent report via BLM's Well Information System; <a href="https://www.blm.gov/wispermits/wis/SP">https://www.blm.gov/wispermits/wis/SP</a> describing (dated daily) all wellbore activity and the Casing Integrity Test. File an intermediate Form 3160-5 within 30 days of any interrupted workover procedures and a complete workover subsequent sundry.
- 16. Submit the BLM Form 3160-4 Recompletion Report within 30 days of the date all BLM approved procedures are complete. Include formation tops on the Recompletion Report. Attach a NMOCD Form C 102.

An inactive/shut-in well bore is a non-producing completion that is capable of "beneficial use" i.e. production in **paying quantities** or of service use.

17. Should "beneficial use" not be achieved within 90 days of this sundry's approval date submit for BLM approval a plan for plug and abandonment.

Operator: Snow Oil and Gas BHL: NM90514 Surface Lease: NM90514 Case No: NM90514 Lease Agreemer
Subsurface Concerns for Casing Designs: Cap CrtclCvKst CW Lease Agreement Well Status: Gas Spud date: 4/19/1976 Plug'd Date: 10/27/1977 Reentry Date: 11/4/1994 01/1976 10/14/1993 01/1996 09/01/1975

11/1994

. 11/04/1994

Well: ASPEN FEDERAL-1 Well: ASPEN FEDERAL-1
API: 3001521605
@ Srfce: T24S-R26E,04.1980n990w
@ M TD: T24S-R26E,04.1980n990w
Estate: F\F\F
CWDW, R of W: 0
Admn Order, date: 0 3455 GL: 3435 Corr: 20 Frmtn, Depths, psig: 0 450, 17.5"hole, 13.375"48# H40 csg, ST&C, Mix 450sx circ 0sx (1480 Delaware, NMOCD pick) <1680-90> <5076-5200> |<4972-5298>| Sqz'd w/ 150sx (5320 Bone Spring, NMOCD pick) 5414,12.25"hole,9.625" 36# K55 csg, ST&C, Mix 1032sx circ 0sx (8930 Wolfcamp, NMOCD pick) (10092 Penn, NMOCD pick) (10271 Strawn, NMOCD pick) (10612 Atoka, NMOCD pick) (11211 Morrow LS, NMOCD pick) (11495 Morrow Cl, NMOCD pick) 12070,7.875"hole, 5.5" 17# L80 csg, LT&C, Mix 600sx circ 0sx

Diagram last updated: 09/07/2016