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Form 3160-5 (June 2015)	UNITED STATES	() ()		rtacia ON	DRM APPROVED MB No. 1004-0137 res: January 31, 2018		
DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT				5. Lease Serial No. NM-032626			
	NOTICES AND REPORTS	6. If Indian, Allottee or Tribe Name					
	form for proposals to dr Use Form 3160-3 (APD)				· ·		
SUBMIT IN	NTRIPLICATE - Other instructions	s on page 2		7. If Unit of CA/Agreet	nent, Name and/or No.		
1. Type of Well ☐ Gas Well ☑ Oil Well ☐ Gas Well				8. Well Name and No. TELEDYNE 12 FEDERAL NO. 3			
2. Name of Operator ROCKCLIFF OPERATING NEW MEXICO, LLC			9. API Well No. 30-015-33927				
3a. Address1301 MCKINNEY ST. SUITE 1300 HOUSTON, TX 770103b. Phone No. (include area code) (713) 351-0500			10. Field and Pool or Exploratory Area LOVING; DELAWARE EAST				
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) SEC 12 T 23S R 28E 2160 FNL 990 FWL				11. Country or Parish, State EDDY COUNTY, NM			
12. CH	ECK THE APPROPRIATE BOX(ES	S) TO INDICATE NATUR	E OF NOTI	CE, REPORT OR OTHI	ER DATA		
TYPE OF SUBMISSION							
Notice of Intent	Acidize	Deepen Hydraulic Fracturing		uction (Start/Resume) amation	Water Shut-Off Well Integrity		
Subsequent Report	Casing Repair	New Construction	=	omplete	Other		
Final Abandonment Notice	Change Plans	Plug and Abandon Plug Back		porarily Abandon er Disposal			
CANYON FORMATION. PROPOSED PROCEDURE: MIRU PULLING UNIT. UNSE SET CIBP AT 4,890'. TEST (NU FRAC HEAD ON TUBING WITH 35,000 GAL 20# GEL A RUN PRODUCTION TUBING ESTIMATED START DATE:	3. ESTABLISH INJECTION INTO AND 70,000# OF 30/50 SAND, A 3. INSTALL PUMP AND RODS.	RELEASE TAC. NU BO TE BRUSHY CANYON O PERFORATIONS WI T 20BPM. SWAB AND	P AND POC BETWEEN I'H 20BBLS FLOW BAC RODUCTION	DH WITH TUBING. RI 4,810'-4,840'. RIH WI OF ACID AND FRESI XK WELL. POOH WIT N. ESTIMATED DUR.	H WITH BIT AND SCRAPER. TH PACKER AND FRAC STRING. HWATER. FRAC PARDUE ZONE 'H FRAC STRING AND PACKER.		
14. I hereby certify that the foregoing	is true and correct Name (Printed/7	Suped)			RECEIVED		
MICHAL A. WEESNEB			TIONS ANA	LYST			
SignatureCeff	Deener	Date	<u> </u>	04/19/20	17		
· /	THE SPACE FO	R FEDERAL OR S	TATE OF	ICE USE			
Approved by C. N	immer	Title	etroleum	Engineer	ate 5/25/2017		
Conditions of approval, if any, are atta certify that the applicant holds legal or which would entitle the applicant to co	r equitable title to those rights in the	ot warrant or subject lease Office	Carl	sbad Field			
Title 18 U.S.C Section 1001 and Title any false, fictitious or fraudulent stater				fully to make to any dep	partment or agency of the United States		
(Instructions on page 2)					· ·		

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BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Production Zone 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. Plug back operations shall commence within <u>ninety (90)</u> days from this approval. If you are unable to plug back 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 back. Failure to do so will result in enforcement action.

2. <u>Notification</u>: Contact the appropriate BLM office at least 24 hours prior to the commencing of any plug back operations. For wells in Eddy County, call 575-361-2822. For wells in 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.

Before pumping 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>Subsequent Plug back Reporting</u>: Within 30 days after plug back work is completed, file one original and three copies of the Subsequent Report, Form 3160-5 to BLM. The report should give in detail the manner in which the plug back 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. <u>Show date work was completed</u>. If plugging back to a new zone submit a Completion Report, form 3160-4 with the Subsequent Report.

7. <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.