Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED OCD Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM0467932

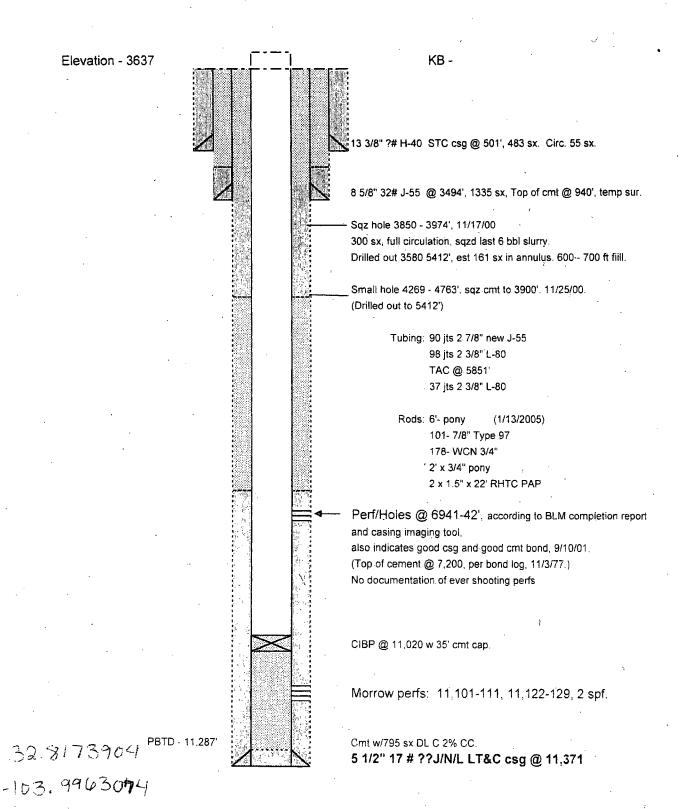
BUREAU OF LAND MANAGEMENT		0 7	2018
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS and use this form for proposals to drill or to re-enter	MAY	0 1	L

C.P. If Indian. Allottee or Tribe Name

abandoned well	l. Use form 3160-3 (APD)	for such pr	oposals.	RTESIA U.V.	6. If illulari, Arrouse of	Titoe ivanie		
abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well		8. Well Name and No. LOCO SW 1						
☐ Oil Well ☐ Gas Well ☐ Other 2. Name of Operator COG OPERATING LLC E-Mail: Abbym@bcmandassociates.com					9. API Well No. 30-015-22216-00-S1			
3a. Address 600 W ILLINOIS AVENUE MIDLAND, TX 79701 3b. Phone No. (includ Ph: 432-580-7161)					10. Field and Pool or Exploratory Area LOCO HILLS-QU-GB-SA			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State			
Sec 20 T17S R30E NESW 1650FSL 1980FWL					EDDY COUNTY, NM			
12. CHECK THE AF	PROPRIATE BOX(ES) T	O INDICAT	E NATURE OF	F NOTICE, I	REPORT, OR OTH	IER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION							
	☐ Acidize	☐ Deep	□ Deepen □ □		on (Start/Resume)	■ Water Shut-Off		
■ Notice of Intent	☐ Alter Casing	☐ Hydi	aulic Fracturing	☐ Reclama	tion	■ Well Integrity		
☐ Subsequent Report	☐ Casing Repair	□ New Construction □		☐ Recomp	lete	☐ Other		
☐ Final Abandonment Notice			☐ Tempora	orarily Abandon				
	☐ Convert to Injection	Plug	☐ Plug Back		isposal			
0.10.10.00					tion, have been completed and the operator has			
14. I hereby certify that the foregoing i	s true and correct.	10000						
	Electronic Submission #4 For COG OI	PERATING LI	C. sent to the C	arlsbad				
Committed to AFMSS for processing by JAMES AMOS on 04/20/2018 Name(Printed/Typed) ABIGAIL MONTGOMERY Title AGENT					00/10/2040/2)			
Name (Printed Typed) ABIGAIL WONTGOWLKT								
Signature (Electronic Submission) Date 04/18/2018								
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE			
Approved By Conditions of approval, if any, are attach	Approval of this notice does	not warrant or	Title \$2	ups. t	1CT	9-28-18 Bate		
certify that the applicant holds legal or ec which would entitle the applicant to cond	quitable title to those rights in the duct operations thereon.	subject lease	Office C	arlsba	1			
Title 18 U.S.C. Section 1001 and Title 4: States any false, fictitious or fraudulent	3 U.S.C. Section 1212, make it a t statements or representations as	crime for any p to any matter w	erson knowingly and ithin its jurisdiction	d willfully to m	ake to any department o	r agency of the United		

COG Operating LLC

<u>Lease & Well #</u> LOCO SW #1 30-015-22216

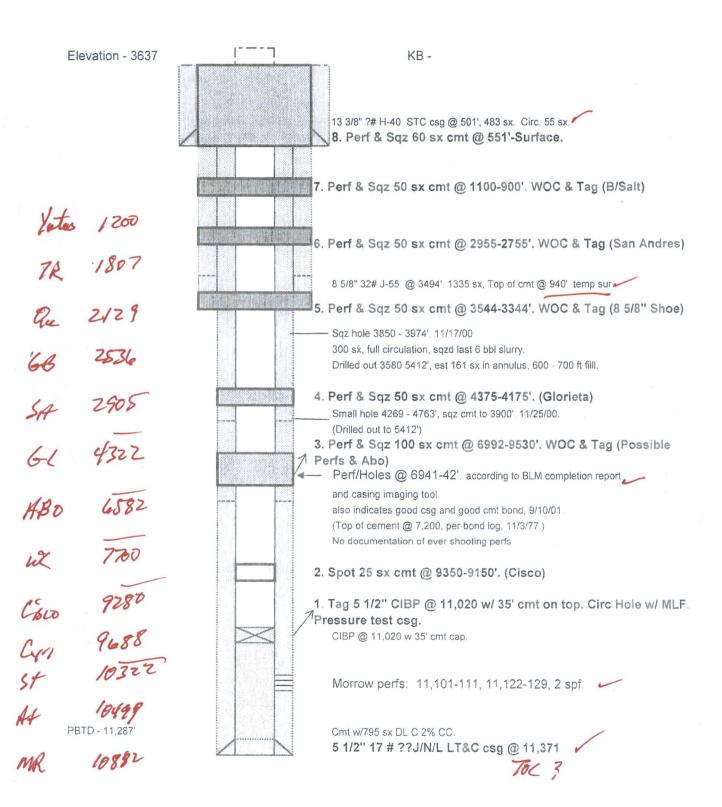


4/6/2018

LOCO SW #1 Wellbore diagram

COG Operating LLC

<u>Lease & Well #</u> LOCO SW #1 30-015-22216



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. Dry Hole Marker: 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 objectives.