Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

TES Artesia E INTERIOR

NMOCD

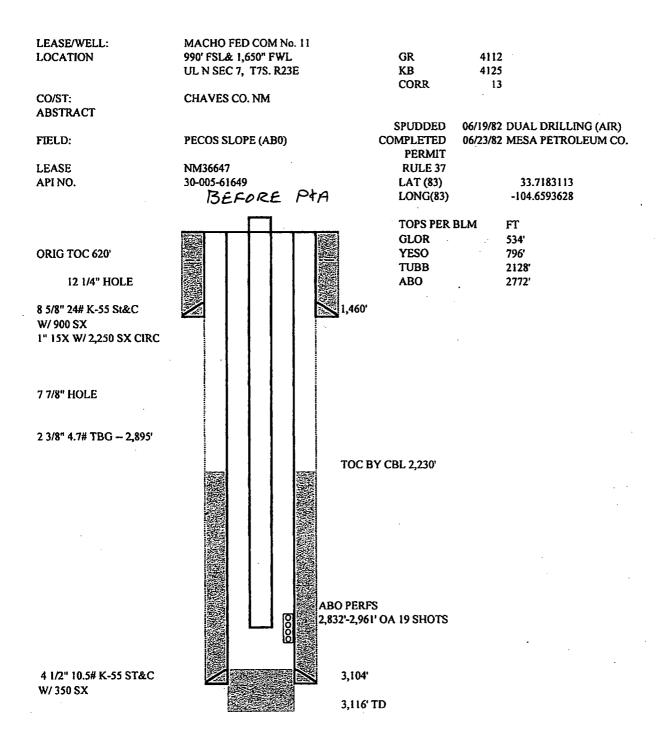
FORM APPRO	VED
OMB No. 1004-	0137
Expires: July 31	201

5. Lease Serial No.

NM36647
6. If Indian, Allottee or Tribe Name

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. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Oil Well Gas Well Other Macho Fed Com. #11 2. Name of Operator Vanguard Operating, LLC 9. API Well No. 30-005-61649 3b. Phone No. (include area code) 3a. Address 10. Field and Pool or Exploratory Area Pecos Slope (ABO) 5847 San Felipe St., Ste. 3000, Houston, TX 77057 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. Country or Parish, State Chavez County New Mexico UL N Sec 7, T7S, R23E 990' FSL & 1650' FWL 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Water Shut-Off Acidize Production (Start/Resume) Deepen ✓ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair **New Construction** Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) 1. Notify BLM 24 hrs prior to MIRU P&A equip. 2. Set CIBP @ 2782' RIH w/tbg circ hole w/MLF test csg spot, 28' sx's cmt 2782'-2682' WOC & tag if csg don't test. RECEIVED Perf @ 2130' sqz 50 sx's cmt 2130'-2030' (Tubb). 1510 Perf @ 4610' sqz 50 sx's cmt 4510' f410' (8 5/8" Shoe) W 5. Perf @ 796' sqz 50 sx's cmt 796'-696' (Yeso) perf @ 524 50 sx's cmt 524'-434' (Glorieta) WOC & tag. **OCT 1 8 2018** Perf @ 100' circ cmt to surf via 4 1/2" x 8 5/8" csg annulus w/50 sx's WOC verify cmt @ surf on all strings. 5. RD P&A equip, dig out & cut wellhead, install dry hole marker, clean location, move off. Accepted for record - NMOCD DISTRICT II-ARTESIA O.C.D. SEE ATTACHED FOR NDITIONS OF APPROXAL 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Jimmy Bagley Title Agent 10/03/2b18 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify Office that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon 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 the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction (Instructions on page 2)



CMB 09-30-18

LEASE/WELL:

LOCATION

MACHO FED COM No. 11

990' FSL& 1,650" FWL

GR KΒ

CORR

4112 4125 13

UL N SEC 7, T7S. R23E

CHAVES CO. NM

CO/ST: **ABSTRACT**

FIELD:

LEASE .

API NO.

PECOS SLOPE (AB0)

SPUDDED COMPLETED 06/19/82 DUAL DRILLING (AIR) 06/23/82 MESA PETROLEUM CO.

PERMIT

NM36647

30-005-61649

RULE 37

LAT (83)

33.7183113

LONG(83)

-104.6593628

AFTER PAA

Act of the second

MLF

MLF

ORIG TOC 620'

12 1/4" HOLE

8 5/8" 24# K-55 St&C

W/900 SX

1" 15X W/ 2,250 SX CIRC

7 7/8" HOLE

PERFEIDO'CIRC CMT TO SURF ALL STRINGS WOLVERIFY CMT AT SURF

PERFE 796' SRZ 50 5x's CMT 460' 796'- 696'

PERFE 1510' SAZ 50 54'5 CMF 1510'- 1410'

PERFO 2130' 502 50 5x's CMT 2130'-2030'

SPOT 20 9x3cmT 2782-2682' CIBPC 2782' **ABO PERFS**

2,832'-2,961' OA 19 SHOTS

3,104

3,116' TD

4 1/2" 10.5# K-55 ST&C W/ 350 SX

Macho Fed Com 11 30-005-61649 Vanguard Operating, LLC October 16, 2018 Conditions of Approval

- 1. Operator shall place CIBP 50'-100' above top most perf and place 25 sx of Class C cement on top to seal the Abo Formation. WOC and TAG.
- 2. Operator shall perf at 2,130' and squeeze cement as proposed. Operator shall place a Class C cement plug from 2,130'-2,030' as proposed. WOC and TAG.
- 3. Operator shall perf at 1,510' and squeeze cement as proposed. Operator shall place a Class C cement plug from 1,510'-1,340' as proposed to seal the 8-5/8'' shoe. WOC and TAG.
- 4. Operator shall perf at 796' and squeeze cement as proposed. Operator shall place a Class C cement plug from 796'-696' as proposed. WOC and TAG.
- 5. Operator shall perf at 600' and squeeze cement as proposed. Operator shall place a Class C cement plug from 600'-434' as proposed to seal the Glorietta Formation. WOC and TAG.
- 6. Operator shall perf and squeeze at 100'. Operator shall place a Class C cement plug from 100' to surface as proposed.
- 7. See Attached for general plugging stipulations.

JAM 101618

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 W. Second Street Roswell, New Mexico 88201 575-627-0272

General Requirements for Plug Backs

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 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. Call 575-627-0205.
- 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>
- 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.