Form 3160-5 (April 2004) OCD-ARTES

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

DDV NOTICES AND DEPORTS ON WELLS

FORM APPROVED OM B No. 1004-0137
Expues March 31 2007

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	6 If Indian, Allottee or Tribe Name 7 If Unit or CA/Agreement, Name and/or No NMNM94494 8. Well Name and No. Bones Flats "12" Federal Com #6 9. API Well No. 30-015-29192 10 Field and Pool, or Exploratory Area Indian Basin Morrow (78960) 11 County or Parish, State
1 Type of Well Gas Well Other JAN 3 1 2008 2 Name of Operator Marathon Oil Company ATTN: Charles E. Kendrix 3a Address P.O. Box 3487 Houston, TX 77253-3487 4 Location of Well (Footage, Sec. T. R. M., or Survey Description)	NMNM94494 8. Well Name and No. Bones Flats "12" Federal Com #6 9. API Well No. 30-015-29192 10 Field and Pool, or Exploratory Area Indian Basin Morrow (78960) 11 County or Parish, State
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Unit Letter "N", 660 FSL & 1,998 FWL, Section 12, T-21-S, R-23-E	
	Eddy
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, 1	REPORT, OR OTHER DARY
TYPE OF SUBMISSION TYPE OF ACTION	TED FOR REC
Acidize Deepen Production Alter Casing Fracture Treat Reclamation Subsequent Report Casing Repair New Construction Recomplete Change Plans Plug and Abandon Temporarily A Final Abandonment Notice Convert to Injection Plug Back Water Disposa 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of the proposal is to deepen directionally or recomplete horizontally, give substituting locations and measured and the	REPORT, OR OTHER DARD ACRESUME) Water Shut-Off WALLESTA WALL ARTESIA CONTY Guye, Deputy Field Inspector Conty Guye, Deputy Field Inspector Conty Guye, District II ARTESIA
7. Fumples 3x Chit ou to surface	in a new interval, a Form 3160-4 shall be filed once mation, have been completed, and the operator has
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	
James F. Newman, P.E. Title Engineer, Triple N	PPROVED
Signature Date	01/17 2008
THIS SPACE FOR FEDERAL OR STATE OFFICE	USE المر AN 2 9 2008
Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify 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 States any false, frictitious or fraudulent statements or representations as to any matter within its jurisdiction.	JAMES A. AMOS SUPERVISOR-EPS



Bone Flats Federal 12 No. 6
Plug Back Well After Unsucessful Morrow Deepening

Marathon Oli Company Bone Flats Federal 12 No 6 27-Oct-05

Dry hole Tree installed

Surface Casing

9 5/8" set @ 1205' Cmtd w/ 550 sks

Cement plug 50 sks @ 7532 - 7807

Squeezed Upper Penn Perforations 7796' - 7888'

7" casing set @ 8100' w/ 1275 sks cmt

Circ 27757

Cement plug 25 sks f/ 8016' to 8156'

Cement plug 25 sks f/ 8961' to 9105'

TD Open Hole @ 9713'

Well Name & Number	Bone Flats Federal 12 No. 6		Lease	Bone Flats Federal 12		
County or Parish:	Eddy	State/Prov.	Now	viexaco	Country	USA
Perforations: (MD)		(TVD)	9713'			
Date Completed:	05/07/04					RKB:
Prepared By	Charles Kendrix		Last Revi	sion Date.	10/27/05	

Marathon Oil Company NMNM05551A; Bones Flat 12 Fed Com #6 660' FSL & 1998' FWL Section 12, T. 21 S., R. 23 E. Eddy County, New Mexico

RE: Plugging and Abandonment, Conditions of Approval

Step #3, set 150' cement plug across the Wolfcamp formation 6025' - 5875', WOC and Tag no deeper than 5875'

Step #4, set 140' cement plug across the Bone Spring formation 4370' – 4230'

Step #5, set 130' cement plug across the Delaware formation 3365' – 3235'

Step #6, set 100' plug across the surface casing shoe at 1205' (50' in/out), WOC and Tag no deeper than 1155'

Step #7, set 100' plug at 584' - 484' (this plug is optional, was identified in procedure but no indicators that it is necessary)

Step #8, set 60' surface plug at 60' - surface

If you have any questions, please contact Jim Amos at 505-234-5909.

J. Amos, 1/27/08

Note: A minimum plug of 100' plus 10% per 1,000' is required on all plugs.

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.

- 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 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 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. In lieu of a cement plug in a cased hole, 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.

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>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. 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 five 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 conditions of approval will be developed and furnished to you.