Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

 Expires: July 31, 2010	
Serial No.	

SUNDRY NOTICES AND REPORTS ON W	ELLS
Do not use this form for proposals to drill or to re	e-enter an
shandoned well. Hee form 3160-3 (APD) for such	

NMLC028784C

6. If Indian, Allottee or Tribe Name

5.

abandoned wei	,									
SUBMIT IN TRII	7. If Unit or CA/Agre	eement, N	ame and/or No.							
Type of Well ☐ Gas Well ☐ Other					8. Well Name and No. GRAYBURG DEEP UNIT 22					
Name of Operator CONOCOPHILLIPS COMPANY CONOCOPHILLIPS COMPANY E-Mail: GREG.BRYANT@BASICENERGYSERVICES.COM E-Mail: GREG.BRYANT@BASICENERGYSERVICES.COM CONOCOPHILLIPS COMPANY CONOCOPHILLIPS COMPANY E-Mail: GREG.BRYANT@BASICENERGYSERVICES.COM					9. API Well No. 30-015-35598					
			(include area code) 3-3355		10. Field and Pool, or Exploratory LOCO HILLS; WOLFCAMP, NE					
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description				11. County or Parish, and State					
Sec 25 T17S R29E 32.807476 N Lat, 104.035766 W Lon					EDDY COUNTY, NM					
12. CHECK APPR	12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA									
TYPE OF SUBMISSION	TYPE OF SUBMISSION TYPE OF ACTION									
Notice of Intent	☐ Acidize	☐ Deep	en	☐ Produc	tion (Start/Resume)	_ W	ater Shut-Off			
Notice of Intent	☐ Alter Casing	□ Frac	·		☐ Reclamation		■ Well Integrity			
☐ Subsequent Report	Casing Repair	□ New	Construction	☐ Recom	plete	0	ther			
☐ Final Abandonment Notice	☐ Change Plans	☑ Plug	and Abandon	☐ Tempo	rarily Abandon					
·	Convert to Injection	☐ Plug			Disposal					
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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall 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) MIRU. ND WH, NU BOP. POOH & LD Prod Tbg 2) Set 5-1/2" CIBP @ 8988'. Circ hole w/ MLF. Cap BP w/ 35sx cmt to 8888' 3) Spot 30sx cmt @ 7640'-7540' 4) Spot 70sx cmt @ 5280' - 4668'. WOC-Tag 5) Perf & Sqz 60sx cmt @ 4280' - 4075'. WOC-Tag 7) Perf & Sqz 40sx cmt @ 2473' - 2618'. WOC-Tag 7) Perf & Sqz 40sx cmt @ 2473' - 2618'. WOC-Tag 9) Perf & Sqz 40sx cmt @ 1345' - 1245' 10) Perf & Sqz 40sx cmt @ 1345' - 1245' 10) Perf & Sqz 50sx cmt @ 1345' - 1245' 11) Perf & Sqz 50sx cmt @ 1345' - 1245' 12) Perf & Sqz 50sx cmt @ 431' - 281'. WOC-Tag 11) Perf & Sqz 50sx cmt @ 431' - 281'. WOC-Tag 12) Perf & Sqz 25sx cmt @ 60' - 3'. Verify cmt @ surface Acceptable Market M										
Name(Printed/Typed) GREG BF	d by the BLM We PANY, sent to th y LINDA DENNIS Title AGENT	ie Carlsbad TON on 09/0	II DADICIII		3 2015					
, , , , , , , , , , , , , , , , , , , ,				DEC	EIVED					
Signature (Electronic S	Date 08/10/2	015		RLC						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE										
Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conductive the applicant to conductive the applicant of the second triple 18 U.S.C. Section 1001 and Title 43	uitable title to those rights in the act operations thereon. U.S.C. Section 1212, make it a	e subject lease	Title SH	ET Willfully to n	nake to any department o		/O- 6-/5 Date			
States any false, fictitious or fraudulent	statements or representations a	s to any matter w	ithin its jurisdiction.		- •					

Additional data for EC transaction #312265 that would not fit on the form

- 32. Additional remarks, continued
- 13) RDMO. Cut & Cap well. Install P&A marker.

WELLBORE SKETCH ConocoPhillips Company -- Permian Basin Business Unit

Date: July 22, 2015 RKB @ 3613 DF @ GL @ 3584" Subarea : Lease & Well No. : Hobbs Grayburg Deep Unit 22 Legal Description . 1940 FHLL & 330 FWL, Sec 25, T 175, R 295 17 1/2" Hole County: Eddy State: New Mexico Loco Hillis (V/olicamp) 0/27/2007 Field: Date Spudded: Rig Released: B/16/2007 API Number : 30-015-35598 Status: Shut-In Loase # 028784-C Lþs. Max Max interval Date Type Press ISIP Rate Down Gals Sand 13 3/8" 48# H-40 @ 381" Cmrd w/ 880 sxs, Circ 8/17/2007 Port 9088-9158 TOC @Surface Top Salt @ Base Solt @ TOC 5 1/2 @ 4500' (Calc) 11" Hole 8 5/8" 32# J-55 @ 4718" Cmf'd w/ 1450 sxs, Circ 179 sxs TOC @Surface. Formation Tops: Ruster Saledo Tansill 9088-9158 Yates 1036 Seven Rivers 13451 Queen 1977 Grayourn 2473 San Andres 2718 Gloneta 4175 4280 Paddock 5280 ในปป 5 1/2" 17# N-80 @ 9275" Welfcamp 7640 Cmt'd w/ 770 sx; Lwr Wolfcamp 8892" TOC @ 4500 (Calc) FBTD 9172

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9280

WELLBORE SKETCH ConocoPhillips Company -- Permian Basin Business Unit

Date: July 22, 2015 RKB @ 3613' DF @ GL @ 3584' Subarea: Hobbs Lease & Weil No. : Grayburg Deep Unit 22 Legal Description: 1940 FNLL & 330 FV/L, Sec 25, T 17S, R 29E 17 1/2" Hote County: Eddy State: New Mexico P&S 25sx cmt @ 60'-3' Field: Loco Hillis (Wolfcamp) Date Spudded: 6/27/2007 Rig Released: 8/16/2007 API Number : 30-015-35598 13 3/8" 48# H-40 @ 381" Status: Shut-In Cmt'd w/ 880 sxs, Circ Loaso # 028784-C TOC @Surface 3 2 3 3 3 3 P&S 50ax cmt @ 431'-281' - Tag Lbs. Max Max interval Date Туро Gals Press ISIP Rate Down Sand P&S 70sx cmt @ 1036'-800' - Tag 8/17/2007 Perf 9088-9158 Top Salt @ P&S 40sx cmt @ 1345'-1245' a de la cara P&S 40sx cmt @ 1977'-1877' - Yag Baso Salt @ PAS 55sx cmt @ 2473'-2300' - Tag P&S 40sx cmt @ 2718'-2618' - Tag P&S 60sx cmt gt; 4280'-4075' - Tag TOC 5 1/2 (Q) 4500" (Calc) 11" Hole 8 5/8" 32# J-55 @ 4718" Cmt'd w/ 1450 sxs, Circ 179 sxs TOC:@Surface Spot 704x cmt @ 5280'-4668' - Tag 905 Thealt Formation Tops; Rustler Spot 30sx cmt @ 7640'-7540' L. L. Saledo Tansili 1036 Yales Seven Rivers 1345 Spot 35sx cmt @ 8988'-8888' 1977% Queen Set CIBP @ 8988' Grayburg 2473 9088-9158 San Andres 2718 Giorieta 4175 Paddock 4280 7.7#8" Hote Tubb 5280 5 1/2" 17# N-80 @ 9275" Wolfcamp 7640" * Cmtd w/ 770 sx; Lwr Wolfcamp 8892 TOC @ 4500 (Calc) PBTD 9172

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 (LPC Habitat)

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. Below Ground Level Cap (Lesser Prairie-Chicken Habitat): 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. Upon the plugging and subsequent abandonment of wells that are located in lesser prairie-chicken habitat, the casings 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 covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing.

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 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.

Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:

From March 1st through June 15th annually, abandonment activities will be allowed except between the hours from 3:00 am and 9:00 am. Normal vehicle use on existing roads will not be restricted



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, redistribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of
 Operations must include adequate measures for stabilization and reclamation of disturbed lands.
 Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD
 process as per Onshore Oil and Gas Order No. 1.
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation

equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Linda Denniston Environmental Protection Specialist 575-234-5974

Henryetta Price Environmental Protection Specialist 575-234-5951

Dara Glass Environmental Protection Specialist 575-234-5924

Shelly Tucker Environmental Protection Specialist 575-234-5979