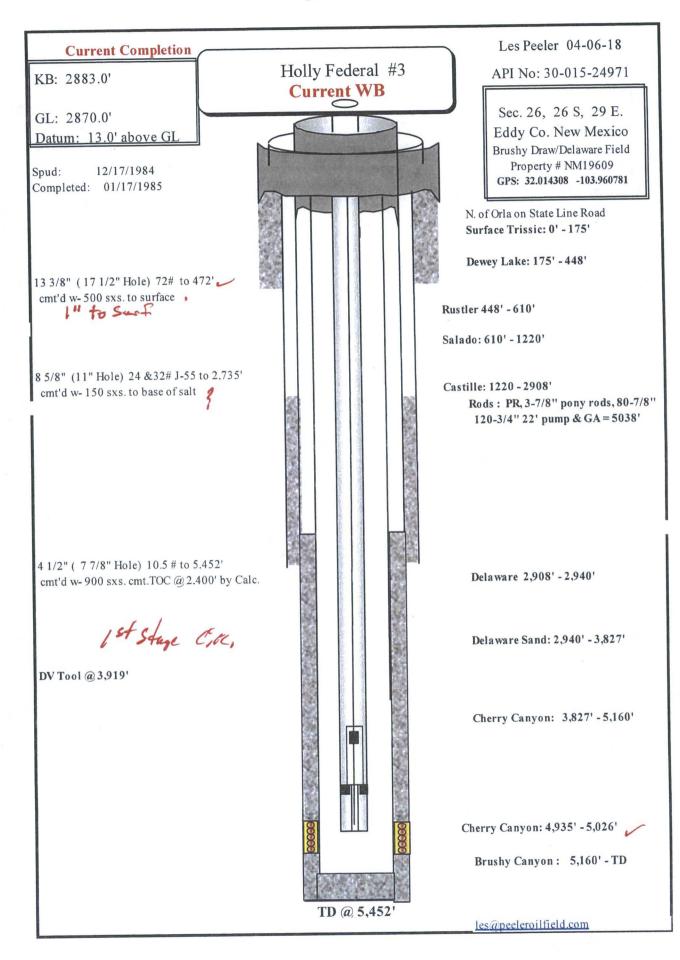
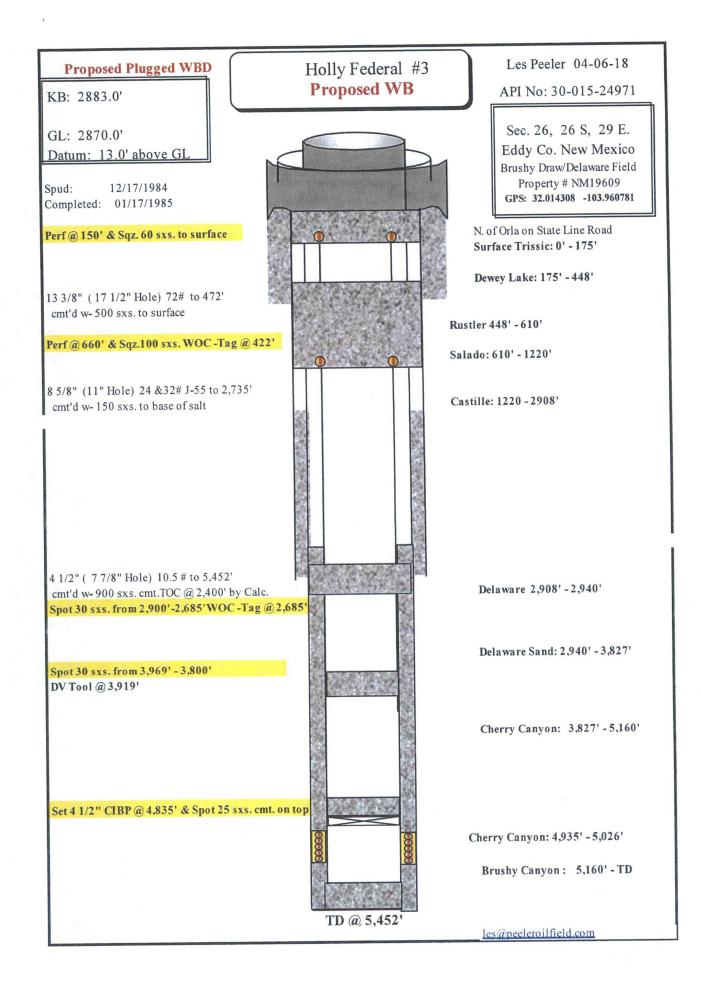
SUNDR	UNITED STATE DEPARTMENT OF THE I BUREAU OF LAND MANA Y NOTICES AND REPO this form for proposals to vell. Use form 3160-3 (AF	NTERIOR GEMENT		FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 ial No. 9609 Allottee or Tribe Name		
abandoned v	Vell. Use form 3160-3 (AP 	D) for such proposale.	7. If Unit or	CA/Agreement, Name and/or No.		
1. Type of Well			8. Well Nam			
🛛 Oil Well 🔲 Gas Well 🔲			9. API Well	A FEDERAL 3		
2. Name of Operator RKI EXPLORATION & PRO		CAITLIN O'HAIR air@wpxenergy.com		24971-00-S1		
3a. Address 3500 ONE WILLIAMS CEN TULSA, OK 74172	TER MD 35	3b. Phone No. (include area of Ph: 539-573-3527	code) 10. Field an BRUSH	10. Field and Pool or Exploratory Area BRUSHY DRAW-WOLFCAMP		
4. Location of Well (Footage, Sec	., T., R., M., or Survey Descriptio	on)	11. County	11. County or Parish, State		
Sec 26 T26S R29E SWNW	1980FNL 660FWL		EDDY	COUNTY, NM		
12 CHECK THE	APPROPRIATE BOX(ES) TO INDICATE NATUR	E OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION			E OF ACTION			
		Deepen	Production (Start/Re	esume) 🔲 Water Shut-Off		
Notice of Intent	Alter Casing	Hydraulic Fractur	_	U Well Integrity		
Subsequent Report	Casing Repair	New Construction		□ Other		
Final Abandonment Notice		Plug and Abando	n 🗖 Temporarily Aband	on		
		Convert to Injection Plug Back		Water Disposal		
Attach the Bond under which the following completion of the invo testing has been completed. Fina determined that the site is ready	tionally or recomplete horizontail work will be performed or provi lyed operations. If the operation al Abandonment Notices must be for final inspection.	y, give subsurface locations and 1 de the Bond No. on file with BLN results in a multiple completion of filed only after all requirements,	A/BIA Required subsequent reno	rts must be filed within 30 days a Form 3160-4 must be filed once completed and the operator has		
THE WBD AND PROCES	S ARE ATTACHED.			с. -		
	Accepted	5-8-18 for record - NMOCD	SEE ATTA(CONDITIO	CHED FOR NS OF APPROVAL		
14. I hereby certify that the forego	Electronic Submission	1 #410573 verified by the BL ORATION & PROD LLC, se ocessing by PRISCILLA PER	M Well Information System nt to the Carlsbad REZ on 04/06/2018 (18PP1462	SE)		
Name(Printed/Typed) CAITL	IN O'HAIR		JBMITTER			
Signature (Electro	onic Submission)	Date 04	/06/2018	6		

Signature	(Electronic Submission)	Date	04/06/2018			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
certify that the applic	al, if any, are attached. Approval of this notice does not warrant or and holds legal or equitable title to those rights in the subject lease the applicant to conduct operations thereon.	Title	Super. AET Carlsbod	<i>Y-28-18</i> Date		
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 to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.						
(Instructions on page	2) ** BLM REVISED ** BLM REVISED ** BLM R	EVISE) ** BLM REVISED ** BLM REVISED **			

Page 1







Holly Fed. #3 Plug and Abandon Procedure

Brushy Draw/Delaware Field

Section 26 T-26S, R-29E Eddy Co., New Mexico

API # 30-015-24971 Lease # NM-19609 GPS: 32.014308 -103.960781

<u>Spud Date: 12/17/1984</u> TD Date: 01/17/1985 Producing Formations: Cherry Canyon: 4,935' - 5,026'

 KB Elev:
 2883'

 GL Elev:
 2870'

 TD:
 5452'

 PBTD:
 Marker Joint:
 N/A

CASING SUMMARY:

Safety Factor = 80% of new applied to burst, collapse and tension parameters in table.

Size	Depth (ft)	Weight (#/ft)	Grade	Connecti on Type	Capacity (bbls/ft)	ID (in)	Drift (in)	Burst (psi)	Collapse (psi)	Tension (lbs)
13 3/8"	372'	72 #			.1546	12.615	12.459	2,184	905	437,600
8 ⁵ /8"	2,735'	32 #			0.0609	8.835	8.679	3,160	2,050	416,000
4 1/2"	5,452'	10.5 #			0.0159	4.892	4.767	8,512	5,984	454,400

Surface:

13 3/8": 0'- 372'- TOC @ surface w- 500 sxs.

Production: 8 5/8" 0'- 2,735' - TOC @ Base of Salt w- 150 sxs.

Production 5 1/2": 0'- 5,452' - TOC @ 2,400' w-900 sxs.

COMPLETION HISTORY TO DATE:

OBJECTIVE: Plug and abandon.

WPX REQUIRES THAT HARD HATS, STEEL TOE BOOTS, FIRE RETARDANT CLOTHING, AND SAFETY GLASSES BE WORN ON LOCATION.

HOLD SAFETY MEETING PRIOR TO COMMENCING PERFORATING, WIRE LINE AND PUMPING OPERATIONS

NO IGNITION SOURCES WITHIN 100 FT OF THE WELLHEAD, FLOWBACK TANKS OR MANIFOLD.

Les Peeler: Peeler Oilfield Services Inc. les@peeleroilfield.com

PROCEDURE:

- 1) Test safety anchors and replace as necessary.
- 2) MIRU Service Unit. Deliver, unload and tally 5,000'- 2-3/8" 4.7# J-55 EUE work string.
- 3) ND WH, NUBOP.
- 4) POOH rods & tbg. & Lay Dn.
- 5) MI RU wireline unit. Run 4 1/2" GR/JB to 4,835'.
- 6) RIH w- 4 1/2" tbg. conveyed CIBP & set @ 4,835' PU 1 jt. Circulate 80 bbls. heavy mud. Press. Test csg. to 500# Spot 25 sx Class C Cement (14.8 ppg, 6.3 gps, 1.32 cfs yield) 4,835' - 4,500' flush with heavy mud. TOOH w- tbg.
- 7) POOH & LD tbg. to 3,969' -
- 8) Spot 30 sxs. from 3,969' 3,800' (over DV Tool).
- 9) Spot 30 sxs. from 2,900' & 2,685' (base of salt & 50' above shoe @ 2,735').
- 10) WOC & Tag @ 2,685'.
- 11) Stand Back 700' tbg. & LD rest
- 12) RU WL & Perforate 4 holes @ 660'. RD wireline.
- 13) RIH w- Pkr & tbg. set Pkr Establish pump rate. Squeeze 100 sx Class C Cement (14.8 ppg, 6.3 gps, 1.32 cfs yield) from 660' to 422' (50' above 13 3/8" shoe @422').
- 14) WOC & Tag @ 422'.
- 15) RU WL Perf @ 150' -. Squeeze 60 sxs. cmt. to surface,
- 16) RDMO Service Unit. RDMO Cementers.
- 17) MIRU Welder. Cut-off casing head. WO cap with well name and number, operator name, and date.
- 18) Pull safety anchors, dress, and reclaim surface location if necessary.

WPX Contact List:

WPX	Title	Ofc.	Cell
Justin Warren	Production Superintendent	575-885-7525	701-421-7324
Steve Bernhardt	Permian Production Engineer	539-573-3548	918-671-0683
Brad Ballinger	Permian Production Engineer	539-573-0135	303-928-0799
Bailey Nett	Permian Production Engineer	539-573-2547	505-386-8974
Brittani Vegher	Permian Production Engineer		
Josh Walker	Regulatory Specialist	539-573-0108	580-716-0330
Les Peeler	Plugging Consultant	405-659-5185	405-318-4726

Emergency Contacts - New Mexico:

Hospital:	Carlsbad Medical Center 2430 W. Pierce St., Carlsbad, NM 88220	(575) 887-4100
Sheriff's Office:	Lea County Sheriff Dept Eddy County Sheriff Dept	(575) 396-3611 (575) 887-7551
Emergency Contacts – Texas:		
Hospital:	Reeves County Hospital 2323 Texas St, Pecos TX 79772	(432) 447-3551
Sheriff's Office:	Reeves County Sheriff Dept Loving County Sheriff Dept	(432) 445-4901 (432) 377-2411

– Les Peeler: Peeler Oilfield Services Inc. les@peeleroilfield.com —

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>minety (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. <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 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.