Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 201

BUREAU OF LAND MANAGEMENT Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMLC065108 Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CN/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. **LEONARD 2** Oil Well Gas Well Other 2. Name of Operator EOG Y RESOURCES, INC. Contact: TINA HUERTA API Well No. E-Mail: tina_huerta@eogresources.com 30-015-03767 Field and Pool or Exploratory Area GRAYBURG JACKSON;7RVS-QN-3b. Phone No. (include area code) 104 SOUTH FOURTH STREET Ph: 575-748-4168 ARTESIA, NM 88210 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 34 T17S R29E SWNW 1650FNL 990FWL EDDY COUNTY, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Water Shut-Off ☐ Production (Start/Resume) ☐ Acidize □ Deepen ☐ Alter Casing ☐ Hydraulic Fracturing □ Well Integrity ☐ Reclamation ☐ Subsequent Report □ New Construction □ Other Casing Repair □ Recomplete ☐ 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 numbers 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. SEE ATTACHED FOR EOG Y Resources, Inc. plans to plug and abandon this well as follows: CONDITIONS OF APPROVAL MIRU all safety equipment as needed. POOH with all production equipment.
 RIH with GR/JB and to 2672 ft. 3. Set a CIBP at 2672 ft with a 150 ft (30sx) Class C cement plug from 2672 ft ? 2522 ft. WOC. Tag
TOC. Add the first form 2672 ft ? 2522 ft. WOC. Tag
4. Perforate at 392 ft. Attempt to establish circulation between 7 inch and 8-5/8 inch casing. 5. If no circulation see step 6. If able to circulate see step 7. 6. Spot a 392 ft (70sx) Class C cement plug from 392 ft up to surface. WOC. 7. Circulate between 8-5/8 inch and 7 inch casing and pump a 105 sx Class C cement plug inside/outside 7 inch casing from 392 ft up to surface. 8. Back fill as necessary. Surface 14. I hereby certify that the foregoing is true and correct. NMOR CONSERVATI Electronic Submission #444875 verified by the BLM Well Information System For EOG Y RESOURCES, NC., sent to the Carlsbad ARTESIA DISTRICT DEC 1 2 2018 Name (Printed/Typed) TINA HUERTA Title REGULATORY SPECIALIST

Signature

(Electronic Submission)

Date 11/21/2018 RECEIVED

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

Approved By

/2-3-/8

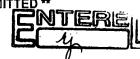
Conditions of approval of any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

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 raise, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **



Additional data for EC transaction #444875 that would not fit on the form

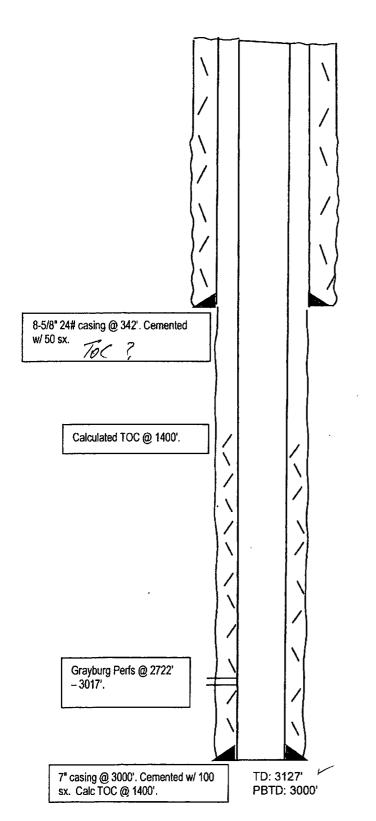
32. Additional remarks, continued

9. Cut off wellhead and install dry hole marker. Clean location.

Wellbore schematics attached

WELL NAME: Leonard #2 FIELD:
LOCATION: 1650' FNL & 990' FWL Sec. 34-17S-29E
GL: ZERO: KB:
COMMENTS: API No.: 30-015-03767
Well drilled to and completed in Grayburg
Completed September 16th, 1946

Casing Program			
OD	lb/ft	depth set	
8-5/8"	24	342	
7"	20	3000	



Before

7/5a/f 319 B/Sa/f 720

> Not to Scale 11/20/2018 SAA

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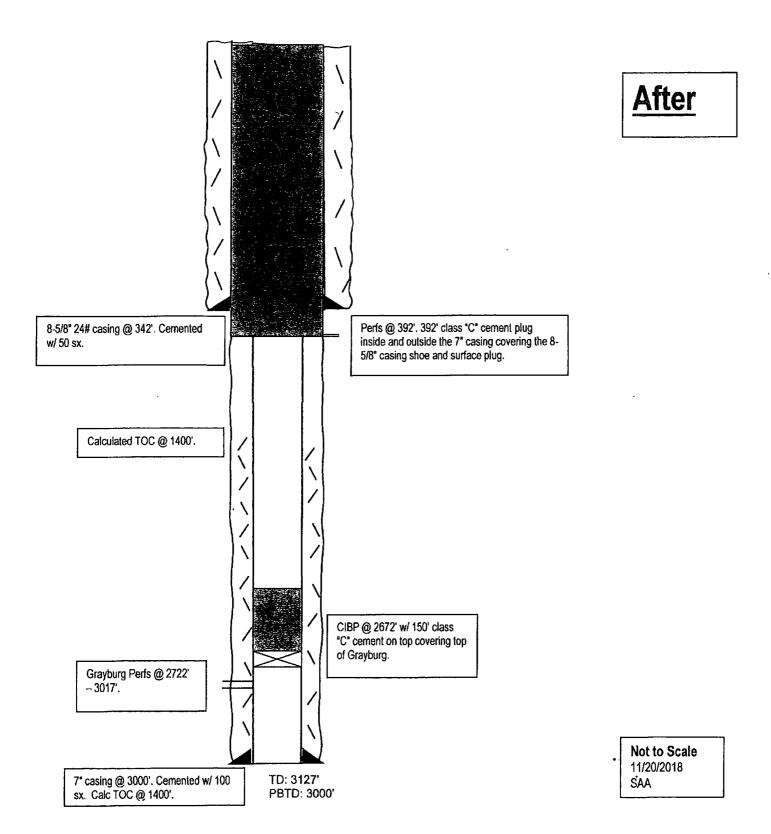
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BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

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.