Form 3160-5 (August 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

fictitious or fraudulent statements of representations as to any matter within its jurisdiction

(Instructions on page 2)

FORM APPROVED OMB No 1004-0137, Expires July 31, 2010

5 Lease Serial No. NMNM113387

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an				6 If Indian, Allottee or Tribe Name	
		APD) for such propos	sals.		
SUBMIT IN TRIPLICATE – Other instructions on page 2.				of CA/Agreement, Rahando No VED	
1. Type of Well				NOV -4 2009	
Oıl Well Gas Well Other				me and No Fed Com #1	
2 Name of Operator Corkran Ene	ergy, LP	,	9 API We 30-015-3	NMOCD ARTESIA	
3a Address 3000 Beardsley C204 Austin, To	exas 78746	3b Phone No. (include area 512-329-6140	· •	10 Field and Pool or Exploratory Area huepeche, morrow	
4. Location of Well (Footage, Sec., T 1980 FEL, 1980 FSL Sec 9 Twp 23S F	•	11 Countr Eddy Cou		y or Parish, State ınty, NM	
12. CHEC	CK THE APPROPRIATE B	OX(ES) TO INDICATE NAT	URE OF NOTICE, REPOR	F OR OTHER DATA	
TYPE OF SUBMISSION			TYPE OF ACTION	,	
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Production (Start	Resume) Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete	Other	
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily Abai Water Disposal	ıdon	
determined that the site is ready for Following P&A procedure. Work to commence after approval of Pull tbg + pkr - Set cmt plug 50' above and below - fill void w/ 9# mud - Set 150' cmt plug across Wolfcam	on about 10/30/09 perfs @ 6678-94		SEE ATTA CONDITIO	CHED FOR NS OF APPROVAL	
- fill void w/ 9# mud - Set cmt 150' cmt plug across top / fill void w/ 9# mud - Top Glorietta @ 2004 and Interme Due to lack of known top of San A	ABO @ 3030' ediate casing (2000') plug undres, Yates and Salt Se		g descibed below.		
-Cut wellhead and place P&A cap.	, is suitable				
RECLAMATION PROCE ATTACHED					
The I hereby certify that the foregoing is  DENNIS CON	True and correct Name (Print		RESIDENT		
Signature	RR	Date	10/24/2009	7	
-	THIS SPACE	FOR FEDERAL OR	STATE OFFICE US	E 3 3 3 3	
Approved by	1.//	Title	AP	PROVED	
Conditions of approval, if the are attached that the applicant holds legal or equitable entitle the applicant to conduct operations			0C	T 2 6 2009	
Title 18 U S C. Section 1001 and Title 43	U.S C. Section 1212, make it	a crime for any person knowing	ly and willfully to make to an	y department or agency of the United States any false	

# **CORKRAN ENERGY**

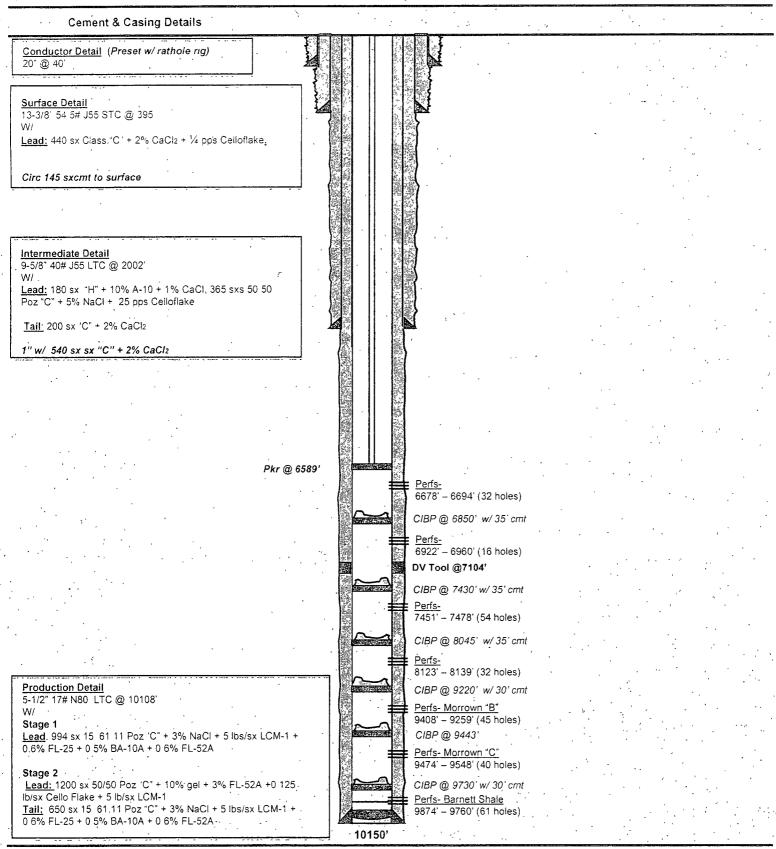
1980' FEL 1980' FSL Sec 9 Twp 23S R22E Frontier 9 #1 Eddy County, NM API: 30-015-35920

**Current Wellbore** 

KB: 17' GL: 4603'

Surface Location

Lat: Long:



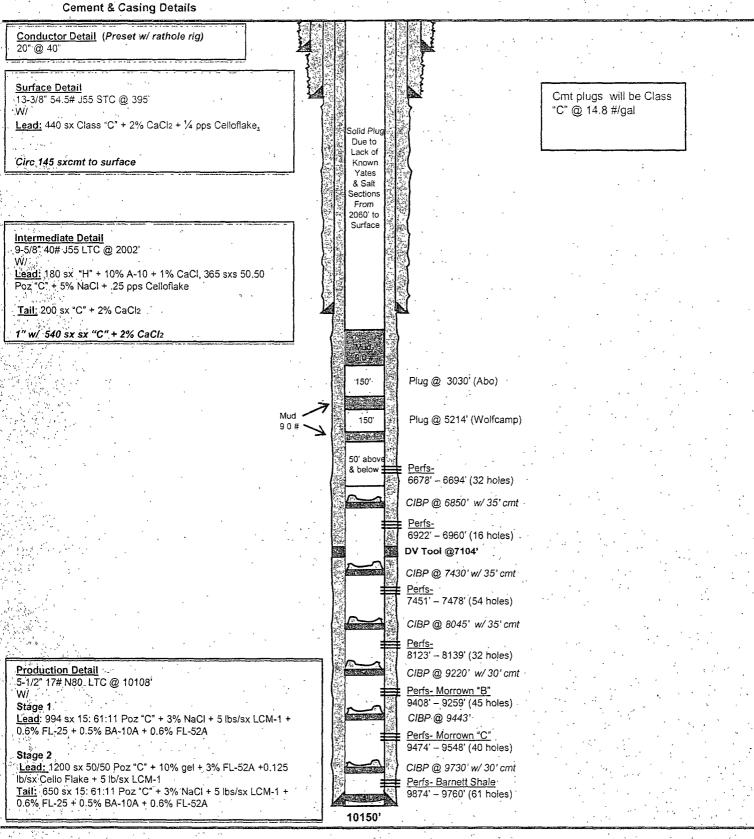
## **CORKRAN ENERGY**

Frontier 9 Fed Com #1 **Eddy County, NM** API: 30-015-35920 **Proposed Wellbore** 

KB: 17' GL: 4603' Surface Location Lat:

Long:

1980' FEL 1980' FSL Sec 9 **Twp 23S** R<sub>22</sub>E



Corkran Energy, LP

NM-113387: Frontier 9 Fed Com #1

API: 30-015-35920

Eddy County, New Mexico

### RE: Plugging and Abandonment Requirements, Conditions of Approval

- 1. OK
- 2. Cement plug to be a minimum 160' in length. Plug from 6744'-6584'. WOC and tag at 6584' or shallower. (Perfs)
- 3. OK-
- 4. Plug from 5264'-5114'. WOC and Tag at 5114' or shallower.
- 5 OK
- 6. Plug from 3080'-2930'. WOC and tag at 2930' or shallower.
- 7. OK
- 8. . OK
- 9. OK Verify top of cement in casing and all annuluses before placing P&A cap.
- 10. Submit a subsequent report to the BLM.

See attached standard COAs.

DHW 102609

## 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 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> 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 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. Cement Requirement: 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. Any plug that requires a tag will have a minimum WOC time of 4 hours.

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 will be required. See attached reclamation procedure.

DHW 102109



# United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
620 E Greene St
Carlsbad, New Mexico 88220-6292



In Reply Refer To 1310

#### Interim Reclamation 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.

Interim reclamation consists of minimizing the footprint of disturbance by reclaiming all portions of the well site not needed for production operations. The portions of the cleared well site not needed for operational and safety purposes are recontoured to a final or intermediate contour that blends with the surrounding topography as much as possible. Sufficient level area remains for setup of a workover rig and to park equipment. Topsoil is respread over areas not needed for all-weather operations. Production facilities should be clustered to maximize the opportunity for interim reclamation. In order to inspect and operate the well or complete workover operations, it may be necessary to drive, park, and operate on restored, interim vegetation within the previously disturbed area. This is generally acceptable provided damage is repaired and reclaimed following use.

To reduce final reclamation costs; maintain healthy, biologically active topsoil; and to minimize habitat, visual, and forage loss during the life of the well, all salvaged topsoil should be spread over the area of interim reclamation, rather than stockpiled.

- 1. 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 3 160-4). Interim reclamation is to be completed within 6 months of well completion.
- If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with interim reclamation as per approved APD or Sundry Notice. 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.
- 4. 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.
- 5. 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 there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Environmental Protection Specialist 575-234-5909, 575-361-2648 (Cell)

Terry Gregston
Environmental Protection Specialist
575-234-5958

Bobby Ballard Environmental Protection Specialist 575-234-2230

Randy Rust Environmental Protection Specialist 575-234-5943

Linda Denniston Environmental Protection Specialist 575-234-5974

Jennifer Van Curen Environmental Protection Specialist 575-234-5905

Justin Frye Environmental Protection Specialist 575-234-5922 Cody Layton Natural Resource Specialist 575-234-5959

Trishia Bad Bear Natural Resource Specialist 575-393-3612

Todd Suter Surface Protection Specialist 575-234-5987

Doug Hoag Civil Engineering Technician 575-234-5979