Form 3160-5 (June 2015)

NITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0137

BUREAU OF LAND MANAGEMENT					Expires: January 31, 2018				
SUNDRY NOTICES AND REPORTS ON WELLS					5. Lease Serial No. NMLC058699				
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.				6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No. 8920003410				
1. Type of Well Gas Well Other						8. Well Name and No. MCA UNIT 463			
2. Name of Operator Contact: GREG BRY. CONOCOPHILLIPS COMPANY E-Mail: greg.bryant@basicenerg			ANT lyservice	s.com		9. API Well No. 30-025-39319-00-S1			
925 N ELDRIDGE PARKWAY HOUSTON, TX 77079 Ph: 432-5				(include area code) 10. Field and Pool or Exploratory Are MALJAMAR			itory Area		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)						11. County or Parish,	State		
Sec 26 T17S R32E NESW 2105FSL 10FWL 32.804040 N Lat, 103.745649 W Lon				Carl	sba	lea county, d Field (-	ice	
12. CHECK THE AI	PROPRIATE BOX(ES)	TO INDICA	TE NA	TURE OF	ATISE I	REPORT CON	HFRYD)ATA	
TYPE OF SUBMISSION	TYPE OF ACTION			TION	*				
Notice of Intent ■ Notice of Intent Notice of	☐ Acidize	☐ Dec	epen	ADDDON PA	Producti	on (Signi/Resigne) BIECT TO	D //	Vater Shut-Off	
☐ Subsequent Report	☐ Alter Casing	☐ Hyd	Iraulie F	CENTED A	Rechild	HAREOT TO	A Kir	Vell Integrity	
☐ Final Abandonment Notice	Casing Repair					WREMENTS	Home	her	
T that Abandonnent Notice	☐ Change Plans ☐ Convert to Injection		g and At g Back	PATTACHE THOATTA	Subbas D	JEATIONS			
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 BLMBIA. 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. 1) MIRU, POOH w/ Prod Equip 2) Set 5-1/2" CIBP @ 3895'. Circ hole w/ MLF. Pressure test casing 3445' 3) Spot 755x cmt @ 3895'-3292'. WOC-Tag 3445' - 3895' - 355x Leak Test CIBP 4) Spot 558x-cmt @ 2745'-2222'. WOC-Tag 355x 373' - 3348' 5) Spot 30sx cmt @ 300'-3' 7) POOH, top off well. Verify cmt @ surface. RDMO. Cut off WH & anchors. Install P&A marker									
14. I hereby certify that the foregoing is true and correct. Electronic Submission #503491 verified by the BLM Well Information System									
For CONOCOPHILLIPS COMP Committed to AFMSS for processing by DEBORA				cant to the Ho	hhe	•			
Name (Printed/Typed) GREG BRY	/ANT		Title	AGENT					
Signature (Electronic Submission) E			Date	02/17/2020					
THIS SPACE FOR FEDERAL OR STATE OFFICE USE									
Approved By Long Vo	Approval of this notice does n	of warrant or	Title	Petroleum	Engi	neer	I	Date 2/25/20	
ertify that the applicant holds legal or equitable title to those rights in the subject lease hich would entitle the applicant to conduct operations thereon.			Office	CFO					

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 REVISED ** BLM REVISED **

WELLBORE SKETCH ConocoPhillips Company -- Permian Basin Business Unit

				Date: 1/16/2020
RK8 @ 3965'				
DF @ 3965*				
GL @ 3952'	Subarea :	Buckeye V	/est	
0. 9	Lease & Well N		MCA Unit #463	
1.	Legal Description		Sec 26L 17S 32E NW NW SW	
	County:	LEA		lew Mexico
VUT @ 918'	Field:	MALJAMA		
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Date Spudded :		4/9/2009	
	API Numbar :	3002539319)	
8-5/8', 24#/it to 1004'				
Cmk'd vsf 570 SX			Operator Number	er.
TOC - Circ'd to surface			Lease ID:	
			Field Number:	
See Tubing & Rods Tab for equipment details				
Production				
5-1/2", 17#/N to 4402"				
Cmt'd vil 1000 SX				
TOC - Ciro'd to surface		-		
響 『 ■ Grayburg Perf'd				
☐ ☐ 3995' - 4110'				
B 山 豊				
Grayburg Peri'd				
CIBP @4130'				
San Andres Perfd				
a 4150' - 4165'				
L L				
San Andros Peri'd				
\$4150' - 4165' \$\frac{1}{2}\$\$ \$\fra				
(SEX.)				
PBTD @ 4360'				
TD @ 4412',				

WELLBORE SKETCH ConocoPhillips Company -- Permian Basin Business Unit

DVD G. ASAVI		Date: 1/16/2020				
RKB @ 3965'						
DF @ 3965'						
GL @ <u>3952'</u>		eye West				
	Lease & Well No. :	MCA Unit #463				
t b I komonwencen b I b	Legal Description:	Sec 26L 17S 32E NW NW SW				
Spot 35sx cmt @ 300'-3'	County: LEA	State: New Mexico				
	Field: MALJ	AMAR				
	Date Spudded :	4/9/2009				
Surface	•	39319				
8-5/8", 24#/ft to 1004'						
Cmt'd w/ 570 SX	***************************************	Operator Number:				
TOC - Circ'd to surface		Lease (D:				
Spot 30sx cmt @ 4054-657 - Tag 1/ 3 3	- 857	Field Number.				
(Top. Saft @ 1088')	77 5	, wo rampur				
(OVTO 918')						
Production						
5-1/2 ⁻ , 17#/lt to 4402'						
Cmt'd w/ 1000 SX						
	,					
Spot 55sx cmt @ 27451-22221- Tag 3 3 7						
TOC - Circ'd to surface Spot 555x cmt @ 2745-2222-Tag 3373-3348 (Yates @ 33331)						
│						
Spot 756x cmt @ 38957-3232* - Tan ~ 4 &	Spot 766x cm @ 3895-3232 . Tag 3 945 - 3895 Leak Test (IBP					
Sot CIBP @ 3895', 34 4 5 '	, 2015	reak 1001 CIBL				
11-11						
Grayburg Perfd						
3995' - 4110'						
CIBP @4130' > CO of 25 CV						
CIBP (130 > SP of 25 5x cla	95 C Leale	test MERR Alan' Mani				
San Andres Perfd	- , , , , , , , , , , ,	test CIBP 4130' - 4080'				
4150' - 4165'						

\$ 4150' - 4165' San Andres Perfd 4195' - 4244'						
4195' - 4244'						
1000 1000 1000 1000						
PBTD @ 4360'						
TD @ 4412',						

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

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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.

<u>Timing Limitation Stipulation/ Condition of Approval for Lesser Prairie-Chicken:</u>
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.bim.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, aquipment, 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.
- 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.

- 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

Henryetta Price Environmental Protection Specialist 575-234-5951

Shelly Tucker Environmental Protection Specialist 575-234-5979

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612

