Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APR 0 5 2012

New Morico Oil Co	nservation Division, District I N. French Drive _{m APPROVED}
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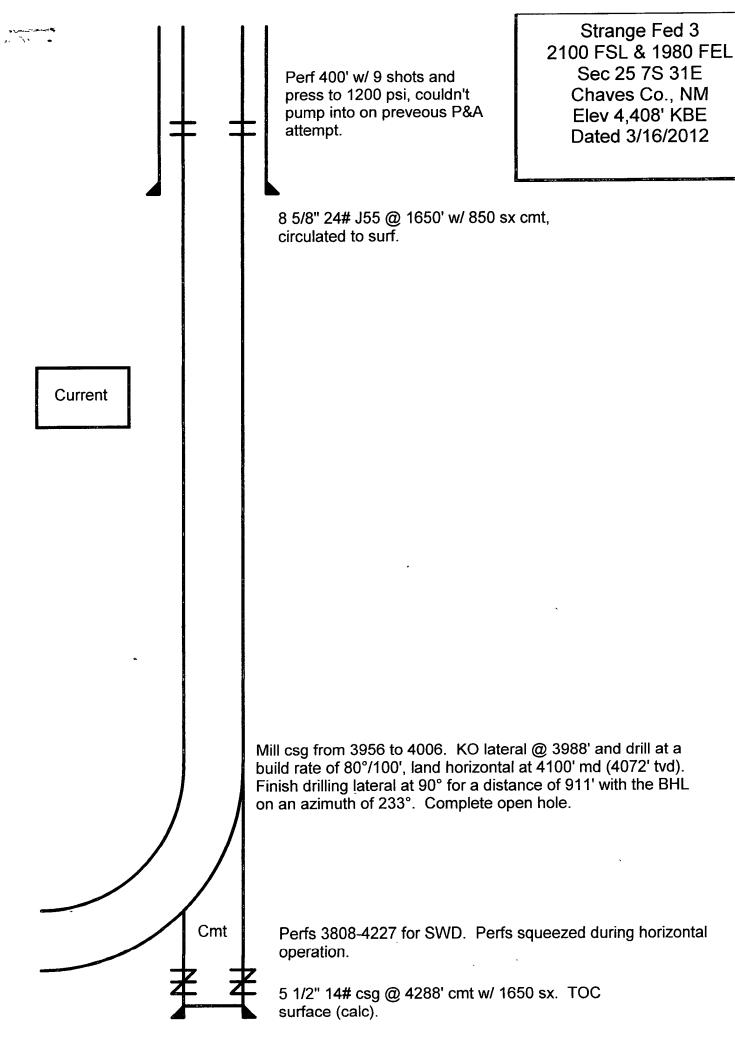
SUNDRY NOTICES AND REPORTS ON WELLS

CONDITIONS OF APPROVAL

٦.	NM-15677A	
6.	If Indian, Allottee or Tribe Name	

APR 1 0 2012

Do not use this f abandoned well.	orm for proposals t Use Form 3160-3 (A	to drill or to PD) for suc	o re- elit@ray ch proposa	ED S.			
SUBMIT IN TRIPLICATE – Other instructions on page 2.					7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well							
Oil Well Gas Well Gfher					8. Well Name and No. Strang	8. Well Name and No. Strange Federal 3	
2. Name of Operator Doral Energy	Corporation	9. API Well No.	9. API Well No. 30-005-20719				
3a. Address Agent Address : P. O. Box 1361	3b. Phone No.	(include area co	de)	10. Field and Pool or Exploratory Area			
Agent Address : P. O. Box 1361 Roswell, NM 88202 Agent			hone 575-623-0438		Tomahawk San Andres		
4. Location of Well (Foolage, Sec., T.,R.,M, or Survey Description) 2100 FSL & 1980 FEL, Sec 25 7S 31E					11. Country or Parish, State Chaves, NM		
12. CHEC	K THE APPROPRIATE BO	X(ES) TO IND	ICATE NATUR	E OF NOT	ICE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION			TY	PE OF AC	TION		
Notice of Intent	Acidize Alter Casing		ure Treat	Re	duction (Start/Resume) clamation	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	=	Construction	_	complete	Other	
Final Abandonment Notice	Change Plans Convert to Injection	Plug Plug	and Abandon Back		nporarily Abandon iter Disposal		
determined that the site is ready for Well was preveously P&A then reen and a pump in rate could not be esta above 400'. The well will be P&A as 1) Set CIR @ 3925 just above top 0 18% excess over hole volume. Sting 2) Circ hole with 9 ppg mud laden f 3) Set 100' cmt plug at 2800' - 2700' 4) Set 100' cmt plug at 1700' - 1600' 5) Set 100' cmt plug at 450' - 350' a 6) Set 25' cmt plug from 25' to surfa7) Cut off well head and weld on droperator name, lease name, well nur 8) Remove anchors and debris, lev	sered as a short radius how shished. The calculated to followed: of milled casing section are gout and finish with 25' or luid. of across 8 5/8" casing show across old squeeze perfections. y hole marker that is no lead to the control of the co	op of cmt on the squeez cmt on top of CIR. Dec. described aboves than 4" in describer of cmt.	milled section, milled section, ve.	is surface curve and minimum 4	e, and perforating the 5	1/2" confirmed a cement top of 100 sx Class C (yield 1.32), et in cement that describes	
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) John C. Maxey - Agent Signature			Title Petroleum Engineer				
			Date 03/16/2012				
Carpendo de la carpen	THIS SPACE	FOR FEDE	RAL OR ST	ATE OF	FICE USE		
	VID R. GL			ROLEUI		MAR 2 9 2012	
Conditions of approval, if any, are attached that the applicant holds legal or equitable to continue the applicant to continue to operations.	tle to the rights of the subjection.	ct lease which wo	ould Office		WELL FIELD OFFIC		
Title 18 U.S.C. Section 1001 and Title 43	J.S.C. Section 1212, make it a	crime for any pe	erson knowingly a	nd willfully	to make to any department	or agency of the United States any false	



BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 (575) 627-0272

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 ninety (90) 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 the BLM Roswell Field Office (RFO), prior to the 90th day, with the reason for not meeting the deadline and a date when the BLM Roswell Field Office can expect the well to be plugged. Failure to do so will result in enforcement action. Unless the well has been properly plugged, the rig shall not be removed from over the hole without prior approval.
- 2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.
- 3. <u>Blowout Preventers:</u> A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9090 feet; a 3M system for a well not deeper than 13636 feet; and a 5M system for a well not deeper than 22727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at a rate of 25 sacks (50 pounds each) of gel per 100 barrels of 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 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 cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C" for up to 7500 feet of depth, mixed at 14.8 lbs./gal with 6.3 gallons of fresh water per sack or class "H" for deeper than 7500 feet plugs, mixed at 16.4 lbs./gal with 4.3 gallons of fresh water per sack.

- 6. Monument: Upon abandonment of the well, 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 covered with a metal plate at least ¼ inch thick and welded in place. The following information shall be permanently inscribed on the dry hole marker: Well name and number, the name of the operator, the lease serial number, the surveyed location (the quarter-quarter section, township and range or other authorized survey designation acceptable to the authorized officer; such as metes and bounds).
- 7. Timing Limitation Lease Stipulation / Condition of Approval For Lesser Prairie-Chicken: Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1 through June 15 annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D seismic operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.
- 8. <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 the BLM Roswell Field Office. 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.**

Following the submittal and approval of the Subsequent Report of Abandonment, a Notice of Intent for Final Abandonment with the proposed surface restoration procedure must be submitted for approval.