Form 3 MOBBS OCD (August 2007)

New Mexico Oil Cons

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

il Conservat	ion Division.	FORM APPROVED
.023 N. Fren	ch Drive	Expires July 31, 2010
Hobbs, NAT	Spirease Serial No.	

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rive		Expires	July	31,	2010
ca Barral	NIA				

Sugadry notices and reports on wells

Definition use this form 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

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SUBMIT	IN TRIPLICATE - Other instri	actions on page 2.	7. If Unit of CA/Agree	ment, Name and/or No.
1. Type of Well Oil Well Gas W	/ell Other		8 Well Name and No Sam Federal #4	//
2. Name of Operator Mack Ene	ergy Corporation	/	9 API Well No. 30-005-29105	
3a. Address		3b. Phone No. (include/area cod	(e) 10. Field and Pool or I	Exploratory Area
P.O. Box 960 Artesia, NM	88210-0960	(575) 748-1288	Wildcat; San Andr	
4. Location of Well (Footage, Sec., T,	R.M. or Survey Description) /	11. Country or Parish,	State
2285 FNL & 380 FWL Sec. 28	T15S R30E	/	Chaves, NM	
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDICATE NATURE	OF NOTICE, REPORT OR OTHE	ER DATA
TYPE OF SUBMISSION		ТУ	PE OF ACTION	
[X] a.	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	Other
	Change Plans	Plug and Abandon	Temporarily Abandon	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal	
13. Describe Proposed or Completed O	peration. Clearly state all pe	ertinent details, including estimate	d starting date of any proposed wor	k 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 markers 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.) 1. Set CIBP @ 7700' w/35' cmt cap (Wolfcamp top)
- 2. Set CIBP @ 5725' w/35' cmt cap (Abo Top)
- 3. Set CIBP @ 4540' w/35' cmt cap (Glorieta Top)
- 4. Perf San Andres from 3675.5-3725.5'.
- 5. RIH and PPI/Ball job w/2500gals 15% HCl acid
- 6. Swab and evaluate well
- 7. Frac well
- 8. Put on production

APPROV	ED FOR_	6	_MONTH PERIOD
ENDING	OCT :	24	2012

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)	
Jerry W. Sherrell	Title Production Clerk
Signature Jeny W. Shevell	Date 3/29/12
. THIS SPACE FOR FEI	DERAL OR STATE OFFICE USE
Approved by /S/ DAVID R. GLASS	PETROLEUM ENGINEER Date APR 2 4 2012
Conditions of approval, if any, are attached. Approval of this notice does not warrant of that the applicant holds legal or equitable title to those rights in the subject lease which entitle the applicant to conduct operations thereon.	or certify
Title 19 H S.C. System 1001 and Title 42 H S.C. Septem 1212, make it a series for	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for my 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)

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.

- 4. 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. Eailure 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. <u>Timing Limitation Lease Stipulation / Condition of Approval For Lesser Prairie-Chicken:</u> 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 I 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.