Form 3160-5 (April2004)

UNITED TATES OLI CONSCIVATION The ion, District Approved OM B No. 1004-013 DEPARTMENT OF THE INTERIOR 25 N. French Prive Expires: March 31 BUREAU OF LAND MANAGEMENTHODDS, NN 88240 5. Lease Serial No

TANK BURNE	APPROVED					
OM B No. 1004-0137						
	: March 31, 2007					

SUNDRY NOTICES AND REPORTS ON WELLS			LC-060978			
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 reverse side.				7. If Unit or CA/Agreement, Name and/or N MILNESAND UNIT		
1. Type of Well X Oil Well	Gas Well Other					
2. Name of Operator			8. Well Name and No. MSU #212			
THOMPSON, J. CLEO				9. API Wel		
3a. Address 3b. PhoneNo. (include area code)				30-041-		
P.O. BOX 12577 ODESSA TX 79768-2577 (432)550-8887				AND (SAN AND DEC)		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UNIT LETTER: P 330' FSL & 990' FEL SEC. 20-8S-35E				MILNESAND (SAN ANDRES) 11. County or Parish, State ROOSEVELT, NM		
12. CHECK A	PPROPRIATE BOX(ES)TC	INDICATE NATUI	RE OF NOTICE, R	EPORT, OR	OTHER DATA	
TYPE OF SUBMISSION		TY	PEOF ACTION	W		
X Notice of Intent	Acidize AlterCasing	Deepen FractureTreat	Production (Sta	art/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Classing Repair	New Construction	Recomplete		Other	
Final Abandonment Notice	Change Plans Convert to Injection	X Plugand Abandon PlugBack	☐ TemporarilyAb☐ Water Disposal			
following completion of the in	volved operations. If the operation nal Abandonment Notices shall be by for final inspection.) RATION 2 4600' W/3 SX CEMENT PLUG @ 41 CEMENT PLUG @ 27 E @ 2250'. SET PACKE 1 2 2 3 5 6 CEMENT PLUG	NT ON TOP 127' TO 4027' (TA 750' TO 2650' (TA 12R @ 2150' & SO	G) QUEEZE 80 SX	in a new intervenation, have be	reports shall be filed within 30 days al, a Form 3160-4 shall be filed once en completed, and the operator has	
14. I hereby certify that the fore Name (Printed/Typed)	going is true and correct					
DOUG DIETRICH		Title	ENGINEER			
Signature Lour	Destrick	Date	12/21/2005			
	THIS SPACE FOR	FEDERAL OR S	TATE OFFICE	USE		
Approved by C.C.	p		itle PE	D	ate 12/27/65	
Conditions of approval, if any, are certify that the applicant holds lega which would entitle the applicant	l or equitable title to those rights	in the subject lease	$^{ m ffice}$ RFo		, ,,	

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)

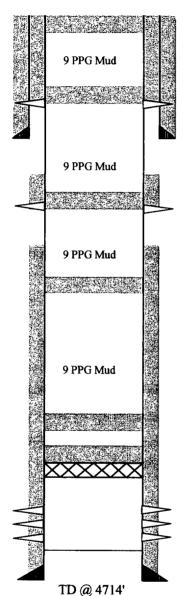
SEE ATTACHED FOR CONDITIONS OF APPROVAL

Thompson, J. Cleo

Proposed P&A - Milnesand Unit #212

Milnesand (San Andres)

330' FSL & 990' FEL, Unit Letter P, Sec 20, Township 8S, Range 35E, Roosevelt County, NM Spud 04/13/1965



Plug #6: 10 sxs @ surface

Plug #5: Perforate @ 350'. Set pkr @ 250' & squeeze backside w/ 150 sx t

Surface String

8-5/8", 24#, J-55 set @ 372'

Cement w/ 300 sxs, TOC @ surface (Circ.)

Plug #4: Perforate @ 2250'. Set pkr @ 2150' & squeeze 80 sx plug (Tag)

3584/ TOC @ 2450' (Calculated)

Plug #3: Pump 20 sx cmt plug @ 2750' to 2650' (Tag)

Production String

4-1/2", 9.5#, J-55, set @ 4714'

6 3/4" bit to 4714'

Cement w/ 300 sxs neat cmt

TOC: 2450' (Calculated)

35841

Plug #2: Pump 20 sx cmt plug @ 4127' to 4027' (Tag)

Plug #1: Set CIBP @ 4600' w/ 3 sxs cement on top

San Andres

Perfs: 4660' - 4699'

PBTD: 4711'

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 505-627-0272

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 <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.
- 2. <u>Notification:</u> Contact the BLM Roswell Field Office at least 24 hours prior to the commencing of any plugging operations at call 505-627-0272,.
- 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 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 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 otherwise specified in the approved procedure, the cement plug shall consist of either class "C", for up to 7,500 feet of depth, mixed at 14.8 lbs./gal. with 6.3 gallons of fresh water per sack or class "H", for deeper than 7,500 feet plugs, mixed at 16.4 lbs./gal. with 4.3 gallons of fresh water per sack.

- 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, the name of the operator, the lease serial number, the surveyed location (the 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 conditions of approval will be developed and furnished to you.