Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-HOBBS

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007	Ð					
se Serial No.						
C 031695A	C					
Indian, Allottee or Tribe Name	ŀ					

•	BUREAU OF LAND MAIN	MODINDIVI		į	5. Lease Sena				
SUNDRY	LC 031695A								
Do not use ti	his form for proposals t ell. Use Form 3160-3 (to drill or to	re-enter a	n G.	6. If Indian	, Allottee or Ti	ibe Name		
SUBMIT IN TR	IPLICATE- Other inst	ructions on re	everse sid	e.	7. If Unit or	CA/Agreeme	nt, Name and/o	r No.	
1. Type of Well Gas Well Other						8. Well Name and No.			
2. Name of Operator ConocoPhilli	ips Company ATTN: Celeste	Dale		-	9. API We	Unit #85 ll No.	-/		
3a Address 3300 N. "A" Street, Bldg. 6 #2.	A 600	3b. Phone No. (include area code) 432-688-6884			30-025-	27091 I Pool, or Expl	loratory Area	Blin	
4. Location of Well (Footage, Sec.,	/			Eumont: Yates-7Rivers-Queen (oil) 01					
1,980' FSL & 430' FWL, Unit	Letter L, Section 29, T-20-S, I	R-38-E			11. County o	or Parish, Stat , NM	• /		
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NA	TURE OF N	OTICE, RE	PORT, OR	OTHER D	ATA		
TYPE OF SUBMISSION			TYPE OF A	CTION					
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construct Plug and Abanc Plug Back	ion Re	oduction (Start/ clamation complete mporarily Aban ater Disposal	·	Water Sh Well Inte			
following completion of the inv	gged wellbore diagram	results in a multiple of filed only after all rec	completion or re	ecompletion in a	new interval,	a Form 3160-	4 shall be filed	once	
Confirm top of plug	RECE	IVED							
25 sx C cmt 2,560 - 2,460'	AUG OB	2000	SEE A	TTACE	IED F	OR			
30 sx C cmt 1,480 - 1,250'	HOBBSC)CD		ITIONS			TAT		
10 sx C cmt 60' to surface	206				01 2	H 1 1()	AVT		
Cut off wellhead, install dr	yhole marker								
* Interim	Reclamation Pri	ocedure +	Attach.	ed					
 I hereby certify that the foreg Name (Printed/Typed) 	oing is true and correct								
Chris Blanton		Title	Engineerin	g Technician	432	.687.1994			
Signature	Shart	Date	;	07/1	5/2009				
	THIS SPACE FOR F	EDERAL OF	STATE	OFFICE U	SE				
Approved by Conditions of approval, if any, againt certify that the applicant holds legal of which would entitle the applicant to of	or equitable title to those rights in conduct operations thereon.	the subject lease	Title Office		PPR	OVED			
Title 18 U.S.C. Section 1001 and Title 4 States any false, fictitious or fraudule	43 U.S.C. Section 1212, make it a ont statements or representations as	crime for any person to any matter withi	n knowingly ar n its jurisdiction	il willfully to fi on.	ake F any	бра предоста	igency of the	Jnited .	
(Instructions on page 2)				بييا		******	_ _		

BUREAU OF LAND MANAGEMENT Carlsbad field office

PROPOSED PLUGGED WELLBORE SKETCH ConocoPhillips Company -- Lower 48 - Mid-Continent BU / Permian Operations

Date:

May 19, 2009

RKB @ 3529 DF @ 3528' Subarea: Hobbs GL@ 3516' Lease & Well No. : Warren Unit # 85 1980' FSL & 430' FWL, Sec. 29, T20S, R38E, UL "L" Legal Description: New Mexico County: 12-1/4" Hole l ea State: Pump 10 sx 60' to surface Field: Eumont: Yates-7Rvrs-Queen (Oil) Date Spudded: 2/20/81 3/11/81 API Number 30-025-27091 Proposed plugged Status: LC-031695A Lease Serial No. Stimulation History: Lbs. Max Max Interval Date Type <u>Gals</u> Sand <u>Press</u> ISIP Rate Down Pump 30 sx C cmt 1,480 - 1,250' 3/18/81 Perforate w/ 1 jspf, 5803-6030, 20 shots DV Tool @ 1300' 15% NEFE HCI ECP @ 1346' 5803-6030 3/19/81 1,680 30 BS Gelled Fluid 40,320 3024# 100 Mesh 8-5/8" 24# K-55 ST&C @ 1362' 50 400 20/40 Cmt'd w/ 700 sx, circ 100 sx TOC @ Surface 12,096 10/20 4000 2440 Top Salt @ 1430' 5/1/83 Shut-in 5803-6030 8/16/83 15% NEFE HCI 1,680 30 BS 3450 120 6.0 5803-6030 8/16/83 Gelled Fluid 26,045 33,180# 20/40 5050 2400 12.0 6,804# 10/20 4/12/85 Rods parted, fish and change out 8/27/87 Replace stuck pump 5/3/88 Repair tubing leak 15% NEFE HCI 1,000 2/27/89 Repair tubing leak 5803-6030 9/14/90 15% NEFE HCI 6,300 20 BS 1930 3.5 11/19/93 Set 5-1/2" CIBP @ 5755'; circ pkr fluid - uneconomical Pump 25 sx C cmt 2,560 - 2,460' 12/21/01 Perforate 7 Rivers w/ 4 SPF, 3018-3142 Base Salt @ 2510' 3018-3142 12/26/01 15% HCI 2,000 200 BS 1775 3.0 Confirm top of plug 3018-3142 12/31/01 Frac Fluid 30,000 67,200 12/20 1910 35.0 5-1/2" CIBP @ 2910'; TOC @ 2875' 16,800# Resin Coated 3/21/02 Perforate Upper 7 Rivers w/ 4 SPF 2991-2995 & 2960-2966 **Upper 7 Rivers** 2960-2966 2991-2995 2991-2966 15% HCI 2,000 80 BS - Ball Out 1695 2.5 3/21/02 Frac performed but not documented 7 Rivers Set 5-1/2" CIBP @ 2910' w/ 35' cmt; TOC @ 2875' 3018-3022 3036-3040 4/1/02 3071-3076 3080-3084 8/4/08 Drill out cement & CIBP @ 2910', cleanout to 3601' 3100-3104 3136-3142 5/11/09 Set 5-1/2" CIBP @ 2910' w/ 35' cement; TOC @ 2875' BASIC **Proposed Plugs** 1 RIH and tag cmt, circulate hole 2 Pump 25 sx C cmt 2,560 - 2,460 3 Pump 30 sx C cmt 1,480 - 1,250' 4 Pump 10 sx 60' to surface Formation Tops: Rustler Grayburg 3787 Salado Paddock 5337 Blinebry Mkr 5-1/2" CIBP @ 5755' Tansill 5740 **Blinebry** Yates Blinebry Marker 5837 5803 5805 5809 5813 5815 Seven Rivers 5820 5831 5836 5846 5848 5862 Queen == 5917 5919 5921 5963 5976 6010 6026 6028 6030 7-7/8" Hole 5-1/2" 15.5# K-55 LT&C @ 6198'

2875

6200

PBTD TD: 1st Stg Cmt. 1300 sx Class C circ 100 sx

2nd Stg Cmt: 240 sx Class C, circ 40 sx

TOC @ Surface

WELLBORE SKETCH ConocoPhillips Company -- Lower 48 - Mid-Continent BU / Permian Operations

Date:

May 19, 2009 RKB@ 3529 DF@ 3528' Subarea: Hobbs GL@ 3516' Lease & Well No. # 85 Warren Unit 1980' FSL & 430' FWL, Sec. 29, T20S, R38E, UL "L" Legal Description: 12-1/4" Hole County: State New Mexico Field: Eumont: Yates-7Rvrs-Queen (Oil) Date Spudded : 2/20/81 Rel. Rig: 3/11/81 API Number 30-025-27091 Status: LC-031695A Lease Serial No. Stimulation History: Lbs. Max Max Interval Date Type Gals Sand Press ISIP Rate Down DV Tool @ 1300' 3/18/81 Perforate w/ 1 jspf, 5803-6030, 20 shots 5803-6030 3/19/81 15% NEFE HCI 1,680 30 BS ECP @ 1346' 8-5/8" 24# K-55 ST&C @ 1362' Gelled Fluid 40.320 3024# 100 Mesh 50,400 20/40 Cmt'd w/ 700 sx, circ 100 sx TOC @ Surface 12,096 10/20 4000 2440 Top Salt @ 1430' 5/1/83 Shut-in 1,680 5803-6030 8/16/83 15% NEFE HCI 30 BS 3450 120 6.0 5803-6030 8/16/83 Gelled Fluid 26,045 33,180# 20/40 5050 2400 12.0 6,804# 10/20 4/12/85 Rods parted, fish and change out 8/27/87 Replace stuck pump 5/3/88 Repair tubing leak 15% NEFE HCI 1,000 2/27/89 Repair tubing leak 5803-6030 9/14/90 15% NEFE HCI 6,300 20 BS 1930 3.5 11/19/93 Set 5-1/2" CIBP @ 5755'; circ pkr fluid - uneconomical 12/21/01 Perforate 7 Rivers w/ 4 SPF, 3018-3142 Base Salt @ 2510' 3018-3142 12/26/01 15% HCI 2,000 200 BS 1775 3.0 3018-3142 12/31/01 Frac Fluid 30,000 67,200 12/20 1910 35 0 5-1/2" CIBP @ 2910'; TOC @ 2875' 16,800# Resin Coated 3/21/02 Perforate Upper 7 Rivers w/ 4 SPF 2991-2995 & 2960-2966 Upper 7 Rivers 2960-2966 2991-2995 2991-2966 3/21/02 15% HCI 2,000 80 BS - Ball Out 1695 2 5 Frac performed but not documented 7 Rivers 3018-3022 3036-3040 4/1/02 Set 5-1/2" CIBP @ 2910' w/ 35' cmt; TOC @ 2875' Drill out cement & CIBP @ 2910'; cleanout to 3601' 8/4/08 3071-3076 3080-3084 Set 5-1/2" CIBP @ 2910' w/ 35' cement; TOC @ 2875' 5/11/09 3100-3104 3136-3142 **Formation Tops:** Rustler 3787' Grayburg Salado 5337' Paddock Tansill 5740 5-1/2" CIBP @ 5755' Blinebry Mkr Yates Blinebry Marker **Blinebry** 5837 Seven Rivers 5803 5805 5809 5813 5815 5820 5831 5836 5846 5848 5862 Queen 5917 5919 5921 5963 5976 6010 == 6026 6028 6030 7-7/8" Hole 5-1/2" 15.5# K-55 LT&C @ 6198' PBTD: 2875 1st Stg Cmt: 1300 sx Class C. circ 100 sx 6200 2nd Stg Cmt: 240 sx Class C, circ 40 sx TD:

TOC @ Surface

ConocoPhillips Company NMLC-031695A: Warren Unit #85 1980' FSL & 430' FWL Sec 29, T20S-R38E Lea County, New Mexico

RE: Plugging and Abandonment Procedure, Conditions of Approval

- 1. Drill out CIBP set at 2910'.
- 2. Confirm top of CIBP at 5755'. Bail 35' or pump 25 sx of cement.
- 3. Spot a plug of a minimum 150' or 25 sx, whichever is greater, at 5390'.
- 4. Spot a plug of a minimum 140' or 25 sx, whichever is greater, at 4070'.
- 5. Set CIBP at 2910'. Bail 35', or pump 25 sx of cement.
- 6. WOC and tag the 25 sx plug being set at 2560-2460'.
- 7. WOC and tag the 30 sx plug being set at 1480-1250'.
- 8. Spot 10 sx cmt 60' to surface
- 9. Cut off wellhead, install dryhole marker.
- 10. Send in subsequent report.

See attached standard COA.

DHW 080409

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

AUG 0 6 2009 HOBBSOCD

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 60th 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. <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. 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.

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.

JDW 072709



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E Greene St. Carlsbad, New Mexico 88220-6292 www.blm gov/nm



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.

- 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). Interim reclamation is to be completed within 6 months of well completion.
- 3. 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