New Mexico Oil Conservation Division, District I 1625 N. French Drive

Form 3700-5 (August 2007)

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

SUNDRY NOTICES AND REPORTS ON WELLS

Expires: July 31, 2010 5. Lease Serial No. NMNM0145685 6. If Indian, Allottee or Tribe Name

FORM APPROVED

OMB No. 1004-0137

Do not use this form for proposals abandoned well. Use Form 3160-3 (A					
SUBMIT IN TRIPLICATE – Other	7. If Unit of CA/Agreement, Name and/or No. Horton Federal				
1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other		8. Well Name and No.			
2. Name of Operator EOR Operating Co	9. API Well No. 30-041-10110				
3a. Address	3b. Phone No. (include area code)	10. Field and Pool or Exploratory Area			
200 N. Loriane, Suite 1440 Midland, TX 79701	432-687-0303	Milnesand - San Andres			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description Sec 30 T 088 R 35E	n)	11. Country or Parish, State Roosevelt Co, NM			
12. CHECK THE APPROPRIATE BO	OX(ES) TO INDICATE NATURE OF N	IOTICE, REPORT OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF	ACTION			
✓ Notice of Intent	Deepen	Production (Start/Resume) Water Shut-Off Reclamation Well Integrity			
Subsequent Report Casing Repair Change Plans	New Construction ✓ Plug and Abandon	Recomplete Other Temporarily Abandon			
Final Abandonment Notice Convert to Injection	Plug Back	Water Disposal			
testing has been completed. Final Abandonment Notices must determined that the site is ready for final inspection.)	tion results in a multiple completion or re be filed only after all requirements, incl	ecompletion in a new interval, a Form 3160-4 must be filed once uding reclamation, have been completed and the operator has			
EOR Operating Co. requests approval to plug and abandon t	this well according to attached propos	sed procedure and wellbore diagram.			
Est start date 5/12/11					
**Note: EOR plans to use BCM & Associates to plug a total of P&As prior to 6/30/11 **Note: EOR plans to use BCM & Associates to plug a total of P&As prior to 6/30/11					
	APPRO'	VED FOR 3 MONTH PERIOD			
RECEIVED	ENDING	AUG 1 9 2011			
Elg 6-2-2011	/				
14. I hereby certify that the foregoing is true and correct. Name (Print	ed/Typed)				
Jana True	Title Production As	st			
Signature Aug Jun 9	Date 04/29/2011				
THIS SPACE	FOR FEDERAL OR STATE	OFFICE USE			
Approved by					
/S/ DAVID R. GLAS	S Title PETROL	EUM ENGINEER Date MAY 1 9 2011			
/S/ DAVID R. GLAS Conditions of approval, if any, are attached. Approval of this notice does that the applicant holds legal or equitable title to those rights in the subject title the applicant to conduct operations thereon.	es not warrant or certify	EUM ENGINEER Date MAY 1 9 2011			
/S/ DAVID R. GLAS Conditions of approval, if any, are attached. Approval of this notice does that the applicant holds legal or equitable title to those rights in the subjectitile the applicant to conduct operations thereon.	es not warrant or certify ect lease which would Office	Date			
/S/DAVID R. GLAS Conditions of approval, if any, are attached. Approval of this notice does that the applicant holds legal or equitable title to those rights in the subjectitile the applicant to conduct operations thereon.	es not warrant or certify ect lease which would Office	Date			

Plugging Procedure

Horton Federal #14

API No. - 30-041-10110

- 1. Prepare location and test anchors
- MIRU plugging rig
- Notify OCD/HFO 24 hours prior to commencement of P & A procedure.
- NDWH/NU BOP
- 5. RIH w-4 ½ CIBP on 2 3/8 WS @ 4620' (+/-) within 100' of top perf 4667'
 - Spot 35' of cement on CIBP
 - b. Let cement cure bump plug @ 4585' (+/-)
- Load well with plugging mud and conduct MIT to 500 psi., test for leak off.
 - a. Bleed pressure off after MIT.
- 7. TIH to 4585' and spot 25 SX cement plug
 - a. Wait on cement and tag
- MIRU WL and RIH w/perf gun to 3057'
 - perforate @ 2 JSPF
 - b. POOH w/WL
- 9. TIH WAYS TELL SX cement plug @ 3057' To Have Solid Plug F/3057-2957'
 - a. Wait on cement
 - b. Tag plug @3057'Or Above
- 10. MIRU WL and RIH w/perf gun to 1529'
 - perforate @ 2 JSPF
 - POOH w/WL
 - Rig WL down move off loc.
- SX cement plug @ 1529' To Have Solid Plug F/1529-1429'
 - Wait on cement
 - b. Tag plug @ 1429 Or Above
- 12. MIRU WL and RIH w/perf gun to 4
 - perforate @ 2 JSPF
 - b. POOH w/WL
- 13. TIH WAYS SX cement plug @ 55 To Have Solid Plug F/ 455-355
 - a. 85/8 csng. Shoe @ 405'
 - b. Wait on cement
 - c. Tag plug
- 14. Till to tag plug @ #00 (#) 355' Or Above 8. circulate coment to surface
 - circulate cement to surface

- 15. RDMO Plugging Rig-
 - Install P & A marker plate
 - b. Cut off dead men
 - Remediate Location

Co. Rep Well Name Field County State	0 .	
Well Name	Horton Federal	Well No. 14
Field	MSA	
County	Roosevelt	
State	NM	
Date	1/0/1900	
Date Comp		
кв .	0.00	 .

Description	O.D.	Grade	Weight	Depth	Cmt Sx	TOC
Surface Csg	8 5/8	0	0	405	0	0 _
Inter Csg	0	0	0	0	0	0
Prod Csg	4 1/2	0	0	4765	0	0
Liner O.D.	0	0	0	0.00	0	0

Failure Analysis

Lease					Well#		14		Field			/ISA		
Well Test			BOPD		BWPD		\Box		MCF					
Unit Nam		ze						_						
Perforations 4667-4747														
TBG Data Pump Size														
Strokes Per. Min. Stroke Length Seat Nipple														
Tension		لــــا	Rods	String	ng Taper 1 Taper 2									
TAC			d Grade							<u> </u>				
Predicitive Load Actual Load														
LIST DATES, REASON FOR FAILURES & MEASURES TAKEN TP PREVENT SAID FAILURES & NON FAILURE PULLS.														
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Perforations			
4667-4747			
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PETD @	4751	ETD @0	
TD @	4765		

Open Perfs

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 <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 the BLM Roswell Field Office, 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.
- 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 call (575) 627-0205 or after office hours call (575) 420-2832. 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>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.