

FORM
6Rev
05/18

State of Colorado

Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80203 Phone: (303) 894-2100 Fax: (303) 894-2109



DE ET OE ES

Document Number:

401681944

Date Received:

06/25/2018

WELL ABANDONMENT REPORT

This form is to be submitted as an Intent to Abandon whenever an abandonment is planned on a borehole. After the abandonment is complete, this form shall again be submitted as a Subsequent Report of the actual work completed. The approved intent shall be valid for six months after the approval date, after that period, a new intent will be required. Attachments required with the Intent to Abandon are wellbore diagrams of the current configuration and the proposed configuration with plugs set.

A Subsequent Report of Abandonment shall indicate the actual work completed. Attachments required with a Subsequent Report are a wellbore diagram showing plugs that were set and casing remaining in the hole, the job summaries from all plugging contractors used, including wireline and cementing (third party verification) and any logs that may have been run during abandonment.

OGCC Operator Number: 10651

Contact Name: Neil Hudson

Name of Operator: VERDAD RESOURCES LLC

Phone: (720) 8456913

Address: 5950 CEDAR SPRINGS ROAD

Fax: (720) 5316111

City: DALLAS State: TX Zip: 75235

Email: nhudson@verdadoil.com

For "Intent" 24 hour notice required,

Name: Precup, Jim

Tel: (303) 726-3822

COGCC contact:

Email: james.precup@state.co.us

API Number 05-123-07709-00

Well Name: ARNOLD

Well Number: 31

Location: QtrQtr: CSW Section: 30 Township: 1N Range: 64W Meridian: 6

County: WELD

Federal, Indian or State Lease Number:

Field Name: WATTENBERG

Field Number: 90750

☒ Notice of Intent to Abandon☐ Subsequent Report of Abandonment

Only Complete the Following Background Information for Intent to Abandon

Latitude: 40.018708

Longitude: -104.598238

GPS Data:

Date of Measurement: 04/27/2010

PDOP Reading: 1.8

GPS Instrument Operator's Name: Paul Tappy

Reason for Abandonment:

☐ Dry☒ Production Sub-economic☐ Mechanical Problems☐ OtherCasing to be pulled: ☐ Yes☒ No

Estimated Depth:

Fish in Hole: ☐ Yes☒ No

If yes, explain details below

Wellbore has Uncemented Casing leaks:

☐ Yes☒ No

If yes, explain details below

Details:

Current and Previously Abandoned Zones

Formation	Perf. Top	Perf. Btm	Abandoned Date	Method of Isolation	Plug Depth
J SAND	7722	7748			

Total: 1 zone(s)

Casing History

Casing Type	Size of Hole	Size of Casing	Weight Per Foot	Setting Depth	Sacks Cement	Cement Bot	Cement Top	Status
SURF	12+1/4	8+5/8	24	1,155	720	1,155	0	CALC
1ST	7+7/8	4+1/2	11.6	7,873	200	7,873	7,065	CALC

Plugging Procedure for Intent and Subsequent Report

CIBP #1: Depth 7650 with 2 sacks cmt on top. CIBP #2: Depth _____ with _____ sacks cmt on top.
CIBP #3: Depth _____ with _____ sacks cmt on top. CIBP #4: Depth _____ with _____ sacks cmt on top.
CIBP #5: Depth _____ with _____ sacks cmt on top.

NOTE: Two(2) sacks cement required on all CIBPs.

Set 10 sks cmt from 523 ft. to 423 ft. Plug Type: CASING Plug Tagged: ☒

Set _____ sks cmt from _____ ft. to _____ ft. Plug Type: _____ Plug Tagged: ☐

Set _____ sks cmt from _____ ft. to _____ ft. Plug Type: _____ Plug Tagged: ☐

Set _____ sks cmt from _____ ft. to _____ ft. Plug Type: _____ Plug Tagged: ☐

Set _____ sks cmt from _____ ft. to _____ ft. Plug Type: _____ Plug Tagged: ☐

Perforate and squeeze at 6870 ft. with 35 sacks. Leave at least 100 ft. in casing 6770 CICR Depth

Perforate and squeeze at 1250 ft. with 65 sacks. Leave at least 100 ft. in casing 1050 CICR Depth

Perforate and squeeze at _____ ft. with _____ sacks. Leave at least 100 ft. in casing _____ CICR Depth

(Cast Iron Cement Retainer Depth)

Set _____ sacks half in. half out surface casing from _____ ft. to _____ ft. Plug Tagged: ☐

Set 8 sacks at surface

Cut four feet below ground level, weld on plate Above Ground Dry-Hole Marker: ☐ Yes ☒ No

Set _____ sacks in rat hole Set _____ sacks in mouse hole

Additional Plugging Information for Subsequent Report Only

Casing Recovered: _____ ft. _____ inch casing Plugging Date: _____
of _____

*Wireline Contractor: _____ *Cementing Contractor: _____

Type of Cement and Additives Used: _____

Flowline/Pipeline has been abandoned per Rule 1105 ☐ Yes ☐ No *ATTACH JOB SUMMARY

Technical Detail/Comments:

I hereby certify all statements made in this form are, to the best of my knowledge, true, correct, and complete.

Signed: _____ Print Name: Neil Hudson

Title: Prod Eng Mngr Date: 6/25/2018 Email: nhudson@verdadoil.com

Based on the information provided herein, this Well Abandonment Report (Form 6) complies with COGCC Rules and applicable orders and is hereby approved.

COGCC Approved: Jacobson, Eric Date: 7/27/2018

CONDITIONS OF APPROVAL, IF ANY: _____

Expiration Date: 1/26/2019

COA Type	Description
	<p>If there has not been a reported Bradenhead test within 60 days of plugging this well, prior to starting plugging operations, a Bradenhead test shall be performed.</p> <p>1) If, before opening the Bradenhead valve, the beginning pressure is greater than 25 psi, sampling is required.</p> <p>2) If pressure remains at the conclusion of the test, or if any liquids were present during the test, sampling is required.</p> <p>3) If sampling is required contact COGCC engineering for an confirmation of plugging requirements prior to placing any plugs.</p> <p>Sampling shall comply with Operator Guidance - Bradenhead Testing and Reporting Instructions.</p> <p>The Form 17 shall be submitted within 10 days of the test.</p>
	<p>1) Provide 48 hour notice of plugging MIRU via electronic Form 42.</p> <p>2) Prior to placing the 1250' plug: verify that all fluid migration (liquid or gas) has been eliminated. If evidence of fluid migration or pressure remains, contact COGCC Engineer for an update to plugging orders.</p> <p>3) After isolation has been verified, pump plug and displace. If cement is not circulated to surface, shut-in, WOC 4 hours then tag plug – must be at 1105' or shallower and provide 10 sx plug at the surface.</p> <p>4) Leave at least 100' of cement in the wellbore for each plug.</p> <p>5) Properly abandon flowlines as per Rule 1105. File electronic Form 42 once abandonment is complete. Within 30 days of an operator completing abandonment requirements for an off-location flowline or crude oil transfer line, the operator must submit a Flowline Report, Form 44.</p>
	Operator shall implement measures to control unnecessary and excessive venting, to protect the health and safety of the public, and to ensure that vapors and odors from well plugging operations do not constitute a nuisance or hazard to public welfare.
	Submit copies of any logs run during plugging operations to COGCC for verification of plugging orders.

Attachment Check List

Att Doc Num	Name
401681944	FORM 6 INTENT SUBMITTED
401683838	WELLBORE DIAGRAM
401683839	WELLBORE DIAGRAM
401683840	PROPOSED PLUGGING PROCEDURE

Total Attach: 4 Files

General Comments

User Group	Comment	Comment Date
Engineer	<p>Deepest Water Well within 1 Mile – 1160' SB5 Base of Fox Hills - 1200'</p> <p>Adding a plug over Lower Arapahoe to isolate aquifer. 10 sacks from 523' to 423'. Operator in agreement.</p>	07/16/2018
Permit	<p>Ready to pass form. J Sand productive interval confirmed via doc# 27682.</p>	07/12/2018
Well File Verification	Pass	06/28/2018

Total: 3 comment(s)