### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia
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FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

	Expires: July 31, 2010
5.	Lease Serial No

SUNDRY NOTICES AND REPORTS ON WELLS 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

NMLC047269A

abandoned well	. Use form 3160-3 (API	ט) זor sucn p	roposais.			<b>,</b>			
SUBMIT IN TRIE	PLICATE - Other instruc	tions on rev	erse side.	***		or CA/Agreer 085280	nent, Name and/or No		
Type of Well     ☐ Oil Well ☐ Gas Well ☑ Oth	er. INJECTION			· · · · · · · · · · · · · · · · · · ·		ame and No. Γ LOCO HILL	S 4		
2 Name of Operator ENERVEST OPERATING		JANET M. BII nervest net	ENSKI		9. API W 30-01	ell No.   <b>5-04493-0</b> 0	)-S1		
3a. Address 1001 FANNIN STREET SUITE HOUSTON, TX 77210	E 800	3b. Phone No Ph: 713-49 Fx: 713-982				and Pool, or E O HILLS	Exploratory		
4. Location of Well (Footage, Sec., T.	, R , M , or Survey Description	ı)			11. Coun	ty or Parish, a	nd State		
Sec 7 T18S R30E SWSW Tra	7 T18S R30E SWSW Tract 1 660FSL 660FWL					EDDY COUNTY, NM			
12. CHECK APPR	OPRIATE BOX(ES) TO	INDICATE	NATURE OF N	OTICE, R	EPORT, (	OR OTHER	DATA		
TYPE OF SUBMISSION	TYPE OF	TYPE OF ACTION							
Notice of Intent	☐ Acidize	□ Deep	en	□ Produc	tion (Start/	Resume)	☐ Water Shut-Off		
	☐ Alter Casing	ture Treat	Reclan	nation		☐ Well Integrity			
☐ Subsequent Report	Casing Repair New Construction			— Recom	plete		Other		
Final Abandonment Notice	Change Plans Plug and Aba			<del></del>	rarily Abar	ndon	_		
_	Convert to Injection	— □ Plug	Back	Water Disposal					
testing has been completed. Final Abdetermined that the site is ready for final Abdetermined that the site is read	test on	SUBJECT APPROVEST MEST M	CT TO L	REC FEB	EIVED  0.6 2012  DARTESIA				
14 Thereby certify that the foregoing is  Comm  Name (Printed/Typed) JANET M.	# Electronic Submission For ENERV itted to AFMSS for proces	EST OPERAT	NG, sent to the C S (JIM) HUGHES (	arlsbad	- 12 (12JLH0		2/6/12		
Traine (1 routed Typed) SAINE 1 IVI.	DILINGRI		THE REGUL	ATORTAS	SISTAINT				
Signature (Electronic S	<u>, ,                                  </u>		Date 01/23/2			OR PEC	ORD		
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE	SELUT	0111	7		
Approved By			Title		EED	2 2012	Date		
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to condition	uitable title to those rights in th	s not warrant or e subject lease	Office	, [	MESIE	W INGR	AM JEER		
Title 18 U S.C Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S C Section 1212, make it a statements or representations as	a crime for any person to any matter w	erson knowingly and ithin its jurisdiction	willfully to					

# WLH G4S Unit 4 30-015-04493 Enervest Operating, L.L.C. February 2, 2012 Orders of the Authorized Officer

- 1. Operator's Unit Plan of Development dated April 4, 2011 indicated that this well was an active injection well. This sundry indicates that it is not and the OGOR also indicate no injection since September 2010. The BLM shall be kept informed of the current status of all wells within a unit. Operator lists this well as SWD, but NMOCD approved it as a water injection well (WIW).
- 2. Operator to submit an amendment to the Unit Plan of Development stating that well has been shut-in and operator is reviewing plans to reactivate. Actions proposed within a unit are to be detailed in the original Unit Plan of Development or amendment prior to approval of work requested.
- 3. Operator submitted the sundry as a Temporarily Abandon this category is used when requesting a Temporary Abandonment. The current status of this well is Shut-in without approval. Sundry category should have been "Other" with comment that it is for an MIT.
- 4. Attached are conditions for operation of injection wells and details about reporting.
- 5. Operator to contact NMOCD to schedule MIT.
- 6. Operator will be given 90 days to complete the evaluation regarding this well and will have the well returned to beneficial use or submit a plug and abandonment procedure.

WWI 020212

#### **Conditions**

## Enervest Operating, L.L. C. West Loco Hills G4S Unit 4 API 3001504493

January 30, 2012

#### Well with a Packer - Operations

- 1) Conduct a Mechanical Integrity Test of the tubing/casing annulus after a tubing, packer or casing seal is established. Repair that seal any time more than five barrels of packer fluid is replaced within 30 days.
  - a) The minimum test pressure should be 500 psig for 30 minutes or 300 psig for 60 minutes, with 200 psig differentials between tubing and casing pressure (at test time) but no more than 70% of casing burst pressure as described by Onshore Order 2.III.B.1.h. (The tubing or reservoir pressure may need to be reduced). An alternate method for a BLM approved MIT is to have the fluid filled system open to atmospheric pressure and have a loss of less than five barrels in 30 days witnessed by a BLM authorized officer.
  - b) Document the pressure test on a calibrated recorder chart registering within 25 to 85 per cent of its full range. Greater than 10% pressure leakoff will be viewed as a failed MIT. Less than 10% pressure leakoff will be evaluated site specifically and may restrict injection approval.
  - c) At least 24 hours before the test: In Eddy County email Paul R. Swartz <u>paul\_swartz@blm.gov</u>, (phone 575-200-7902). If there is no response phone 575-361-2822. Note the contact notification method, time, & date in your subsequent report.
  - d) Submit a subsequent Sundry Form 3160-5 relating the MIT activity. Include a copy of the recorded MIT pressure chart. List the name of the BLM witness, or the notified person and date of notification. NMOCD is to retain the original recorded MIT chart.
  - e) Use of tubing internal protection, tubing on/off equipment just above the packer, and an in line tubing check valve below the packer or between the on/off tool and packer is required. The setting depths and descriptions of each are to be included in the subsequent sundry. List (by date) descriptions of daily activity of any previously unreported wellbore workover.
  - f) Submit the original subsequent sundry with three copies to BLM Carlsbad.
- 2) Compliance with a NMOCD Administrative Order is required, submit documentation of that authorization.
  - a) Approved injection pressure compliance is required.
  - b) If injection pressure exceeds the approved pressure you are required to reduce that pressure and notify the BLM within 24 hours.
  - c) When injection pressure is within 50 psig of the maximum pressure, install automation equipment that will prevent exceeding that maximum.
  - d) Submit a subsequent report (Sundry Form 3160-5) describing the installed automation equipment within 30 days.
- 3) Other unexplained significant variations of rate or pressure to be reported within 5 days of notice.
- 4) The casing/tubing annulus is required to be monitored for communication with injection fluid or loss of casing integrity.

- 5) The annulus is to be maintained full of packer fluid at atmospheric pressure. Installation of equipment that will display on site, continuous open to the air fluid level is required. A BLM inspector may request verification of this fluid level at any time.
- 6) **Submit a subsequent report (Sundry Form 3160-5)** describing the installation of packer fluid level monitoring equipment within 30 days of beginning injection.
- 7) The operator shall keep monthly records documenting that the casing annulus is fluid filled. A suggested format for these records is available from the BLM Carlsbad Field Office. Copies of those records shall be furnished at the request of a BLM authorized officer.
- 8) Loss of packer fluid above five barrels per month requires notification of the BLM authorized officer within 5 days.
- 9) Gain of annular fluid requires notification within 24 hours. Cease injection and maintain a production casing pressure of Opsia. Notify the BLM's authorized officer (Paul R. Swartz <u>paul swartz@blm.gov</u> phone 575-200-7902). If there is no response phone 575-361-2822.
- 10) Also submit to this office a (Sundry Form 3160-5) Notice of Intent (NOI) for planned well work involving a formation change, casing repair/replacement, and injection well fracture treatment for approval by BLM and NMOCD. Verbal approval for the plan may be given by a BLM authorized officer, with the NOI filed within five business days. Packer and tubing repair (normal maintance procedures) do not require a NOI, but a subsequent sundry needs to be filed. <a href="http://www.blm.gov/nm/st/en/prog/energy/oil">http://www.blm.gov/nm/st/en/prog/energy/oil</a> and gas.html (see CFR § 3162.3-2 43 & CFR § 3160.0-9 (c)(1)).
  - a) Submit a (Sundry Form 3160-5) subsequent report (daily reports) describing all wellbore activity and Mechanical Integrity Test as per item 1) above. Include the date(s) of the well work, and the setting depths of required equipment: internally corrosive protected tubing, tubing on/off equipment just above the packer, and an in line tubing check valve below the packer or between the on/off tool and packer is required. The setting depths and descriptions of each are to be included in the subsequent sundry. List (by date) descriptions of daily activity of any previously unreported wellbore workover.

PRS 013012

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#### Use of Form 3160-5 "Sundry Notices and Reports on Wells"

#### § 43 CFR 3162.3-2 Subsequent Well Operations.

- a) A proposal for further well operations shall be submitted by the operator on Form 3160–5 for approval by the authorized officer prior to commencing operations to redrill, deepen, perform casing repairs, plug-back, alter casing, perform nonroutine fracturing jobs, recomplete in a different interval, perform water shut off, commingling production between intervals and/or conversion to injection. If there is additional surface disturbance, the proposal shall include a surface use plan of operations. A subsequent report on these operations also will be filed on Form 3160–5. The authorized officer may prescribe that each proposal contain all or a portion of the information set forth in §3162.3–1 of this title.
- (b) Unless additional surface disturbance is involved and if the operations conform to the standard of prudent operating practice, prior approval is not required for routine fracturing or acidizing jobs, or recompletion in the same interval; however, a subsequent report on these operations must be filed on Form 3160–5.
- (c) No prior approval or a subsequent report is required for well cleanout work, routine well maintenance, or bottom hole pressure surveys.

[47 FR 47765, Oct. 27, 1982. Redesigned and amended at 48 FR 36583–36586, Aug. 12, 1983, further amended at 52 FR 5391, Feb. 20, 1987; 53 FR 17363, May 16, 1988; 53 FR 22847, June 17, 1988]

#### § 43 CFR 3160.0-9 (c)(1) Information collection.

(c)(1) The information collection requirements contained in part 3160 have been approved by the Office of Management and Budget under 44 U.S.C. 3507 and assigned the following Clearance Numbers:

#### **Operating Forms**

Form No.	Name and filing date	OMB No.
3160–3	Application for Permit to Drill, Deepen, or Plug Back—Filed 30 days prior to planned action	1004–0136
3160–4	With Completion of Recompletion Report and Log—Due 30 days after well completion	1004–0137
3160–5	Sundry Notice and Reports on Wells—Subsequent report due 30 days after operations completed	1004-0135

The information will be used to manage Federal and Indian oil and gas leases. It will be used to allow evaluation of the technical, safety, and environmental factors involved with drilling and producing oil and gas on Federal and Indian oil and gas leases. Response is mandatory only if the operator elects to initiate drilling, completion, or subsequent operations on an oil and gas well, in accordance with 30 U.S.C. 181 et seq.

#### § 3162.4-1 (c) Well records and reports.

Not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160–5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed.

NM Fed Regs & Forms - http://www.blm.gov/nm/st/en/prog/energy/oil\_and\_gas.html