Form 3160-5 (August 2007)

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

SUNDRY NOTICES AND REPORTS ON WELLS

## N.M. OIL CONSERVATION DIVISION

811 S. FIRST STREE	<b>E</b> APPROVED
ARTESIA, NM 882	No 1004-0137 July 31, 2010

5 Lease Serial No NMLC067811A

6. If Indian, Allottee or Tribe Name

#### Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2. 1 Type of Well 8 Well Name and No Oil Well Gas Well Other Dale Federal #1 2 Name of Operator MEW Enterprise, Inc 3a Address 3b Phone No (include area code) 10 Field and Pool or Exploratory Area PO Box 39 -Boswell, NM 88202 (575) 627-2065 4 Location of Well (Footage, Sec., T.R.M., or Survey Description) NESE Sec 26, 175, R26E 11 Country or Parish, State Chaves County, NM 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize \_\_\_ Deepen Production (Start/Resume) Water Shut-Off ✓ Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation Casing Repair New Construction Other **V**SY Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Plug Back Convert to Injection Water Disposal 13 Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection ) *b*Casing Dig out, cut off surface casing 3' below ground level, fill annulus with cement, reinstall dry hole marker. MAR **13** 2012 APPROVED FOR 3 MONTHPERIOR JUN 0 2 2012 ENDING PLEASE SEE SPECIFIC REQUIRED CORRECTIVE

ACTION. ALL PROCEDURES MUST BE WITNESSED BY PETROLEUM ENGINEERING TECHNICIAN. AT LEAST 24 HOURS PRIOR TO COMMENCING ANY OPERATIONS. DURING OR AFTER OFFICE HOURS CALL (575) 627-0205.

# SEE ATTACHED FOR CONDITIONS OF APPROVAL

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)  Russell Whited  Tit	e President
Signature Research Da	e 02/09/2012
THIS SPACE FOR FEDERA	L OR STATE OFFICE USE
/S/ DAVID R. GLASS	PETROLEUM ENGINEER Date MAR 0 2 2012
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certificate the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office ROSWELL FIELD OFFICE
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 and

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 larse, fictitious or fraudulent statements or representations as to any matter within its jurisdiction:

(Instructions on page 2) 3/15/2012

### SPECIFIC REQUIRED CORRECTIVE ACTION:

WELL NO. 1-DALE FEDERAL API No. 30-005-10054 2310 FSL & 330 FEL (NE¼SE¼) SEC. 26, T. 7 S., R. 26 E. LEASE LC-067811-A

PLUGGING OF WELL BORE DOES NOT MEET REQUIREMENTS OF ONSHORE ODER 2.III.3.5.10, DRY HOLE MARKER MOVES AND SURFACE CASING NOT-CUT OFF BELOW GROUND LEVEL. PER ONSHORE ORDER 2.III.G.5 & 10 STATES: 5. ANNULAR SPACE. NO ANNULAR SPACE THAT EXTENDS TO THE SURFACE SHALL BE LEFT OPEN TO THE DRILLED HOLE BELOW. IF THIS CONDITION EXISTS, A MINIMUM OF THE TOP 50 FEET OF ANNULUS SHALL BE PLUGGED WITH CEMENT.

10. SURFACE CAP. 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 1/4 INCH THICK AND WELDED IN PLACE, OR A 4-INCH PIPE, 10-FEET IN LENGTH, 4 FEET ABOVE GROUND AND EMBEDDED IN CEMENT AS SPECIFIED BY THE AUTHORIZED OFFICER. THE WELL LOCATION AND IDENTITY SHALL BE PERMANENTLY INSCRIBED. A WEEP HOLE SHALL BE LEFT IF A METAL PLATE IS WELDED IN PLACE.

CORRECTIVE ACTION: PLUG ALL ANNULAR SPACES A MINIMUM OF 50' TO SURFACE AND INSTALL DRY HOLE MARKER PER REQUIREMENTS. SUBMIT SUNDRY 3160-5 AND 5 COPIES WITH PROPSED PROCEDURE PRIOR TO MARCH 9, 2012 FOR APPROVAL. ALL PROCEDURES TO BE WITNESSED BY PETROLEUM ENGINEERING TECHNICIAN.

AFTER COMPLETING THE CORRECTIVE ACTION SUBMIT APPROPRIATE SUBSEQUENT REPORT TO THIS OFFICE.

ATTENTION: ROBERT E. HOSKINSON Sr.

IF YOU HAVE ANY QUESTIONS, CONTACT:

ROBERT E. HOSKINSON Sr.

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