Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia **SUNDRY NOTICES AND REPORTS ON WELLS**

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM036379

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			
					o. If indian, induce	or tribe rame		
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agr	eement, Name and/or No	0.	
1. Type of Well					8. Well Name and No. COTTON DRAW UNIT 151H			
					9. API Well No.			
DEVON ENERGY PROD CO., L.P. E-Mail: linda.good@dvn.com					30-015-38610			
3a. Address 333 WEST SHERIDAN AVE. OKLAHOMA CITY, OK 7310	3b. Phone No. (include: Ph: 405-552-6558	area code)		10. Field and Pool or Exploratory Area POKER LAKE EAST				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State			
Sec 35 T24S R31E Mer NMP NWNW 200FNL 660FWL					EDDY COUNTY, NM			
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICATE NAT	URE OF	NOTICE	E, REPORT, OR OT	HER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION							
Notice of Intent ■ Notice of Intent Notice of Inten	☐ Acidize	□ Deepen	□ Deepen		ction (Start/Resume)	☐ Water Shut-Of		
_	☐ Alter Casing	☐ Hydraulic Fracturing		☐ Reclamation		☐ Well Integrity		
☐ Subsequent Report	☐ Casing Repair	■ New Constru		☐ Recon	-	Other		
☐ Final Abandonment Notice	☐ Change Plans		Plug and Abandon		orarily Abandon			
	Convert to Injection	☐ Plug Back		☐ Water Disposal				
Devon Energy Production Co., L.P. respectfully requests approval to shut-in this well for 1 year. This well is uneconomic due to disposal capacity, but will be evaluated regularly and returned to production when capacity is available. Since or/2016 W/out-sproval SEE ATTACHE CONDITIONS					FD FOR	OL CONSERVA ARTESIA DISTRICI APR 1 () 2017 VATCETMEN	Т	
	Ac	ce pted for reco	rd 4/13	1/17				
14. I hereby certify that the foregoing is Name (Printed/Typed) LINDA GO	Electronic Submission #3 For DEVON ENE Committed to AFMSS for p	RGY PROD CO., L.P., processing by DEBOR	sent to th AH MCKIN	e Carlsba INEY on 0	on System d 2/23/2017 () PECIALIST		1	
Signature (Electronic Submission)			02/21/20	17	APPROV	/AD///	/	
		R FEDERAL OR S			JSE /			
					MAR 28/	2017 \ //		
Approved By						X / 10-4/1/1/	1/	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.				8	CARLSBAD FIELD	AGEMENT FFIGE		
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent				villfully to r	lake to any department o	or agency of the United		
(Instructions on page 2)	TOP SUPMITTED ** O	DEDATOR SURM	TED **	OPERA	TOD SUBMITTEE	2 **		

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

Approved for a period of 12 months ending 03/28/2017 subject to conditions of approval.

Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporarily abandoned well is defined as a completion that is not capable of production in paying quantities but which may have value as a service well. Pursuant to 43 CFR 3162.3-4 (c), no well may be temporarily abandoned for more than 30 days without the prior approval of the authorized officer.

Temporary Abandonment (TA) status approval requires a successful mechanical or casing integrity test as follows:

- 1. A Notice of Intent (NOI) Sundry Notice (Form 3160-5) requesting approval to run a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A description of the temporary abandonment procedure.
 - a. A bridge plug or packer must be installed as close to 50 feet above any open perforations or open hole as possible. If a cement plug is used, the top of the cement must be verified by tagging. CIBP must be capped with minimum 25 sacks cement, placed with tubing, or 35 feet of cement if placed with bailer.
 - b. The wellbore must be filled with corrosion inhibited fluid and pressure tested to 500 psi. The casing shall be capable of holding this pressure for at least 30 minutes. Any leak-off will be evaluated.
 - c. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
 - d. A bradenhead test must be conducted. If the test indicates a problem exists, a remedial plan and time frame for remediation shall be submitted within ninety (90) days of the test.
 - e. Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County, 575-361-2822; Lea County 575-393-3612.
- 3. Provides justification why the well should be temporarily abandoned rather than permanently plugged and abandoned and an estimated date that the well will be returned to beneficial use or plugged and abandoned. 43 CFR 3162.3-4 (a) The operator shall promptly plug and abandon...wells in which oil or gas is not encountered in paying quantities...

Wells that successfully pass the casing integrity test **may** be approved for Temporary Abandonment (TA) status provided that the operator:

- 1. **Submits a subsequent Sundry Notice** (Form 3160-5) requesting TA approval <u>with well bore diagram</u> with all perforations and CIBP's and tops of cement on CIBP's.
- 2. Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.
- 4. Give justification to allow well to be place in TA status and plan for future use of well with time frame that well will be place back on line or plans to P&A well will be submitted.

If the well does not pass the casing integrity test, then the operator shall within 30 days submit to BLM for approval one of the following:

- 1. A procedure to repair the casing so that a TA approval can be granted.
- 2. A procedure to plug and abandon the well.

Cotton Draw Unit 151H

- 1. Well is approved to be TA/SI for a period of 12 months or until 03/28/2018
- 2. This will be the last TA approval for this well.
- 3. Must submit NOI to recomplete or NOI to P&A. Must be submitted by 03/28/2018
- 4. COA's met at this time.