

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

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.

5. Lease Serial No.

WM-36497

6. If Indian, Allottee or Tribe Name

6

SUBMIT IN TRIPLICATE - Other instructions on page 2.

7. If Unit of CA/Agreement, Name and/or No

1. Type of Well

☒ Oil Well

☐ Gas Well

☐ Other

DEC 10 2008

2. Name of Operator

DAVID G. Hammond

OCD-ARTESIA

3a. Address

2704 GARDEN ST CARLSBAD NM

3b. Phone No. (include area code)

575-308-7662

8. Well Name and No.

AWHAWAECO 13 Fed #1

9. API Well No.

30-015-24881

10. Field and Pool or Exploratory Area

ARTESIA, G.G.B. SA.

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

S13-T18S-27E 1980' FWL ± 1830 FWL

11. Country or Parish, State

Edm, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent

☐ Acidize

☐ Deepen

☐ Production (Start/Resume)

☐ Water Shut-Off

☐ Subsequent Report

☐ Alter Casing

☐ Fracture Treat

☐ Reclamation

☐ Well Integrity

☐ Final Abandonment Notice

☐ Casing Repair

☐ New Construction

☐ Recomplete

☐ Other

☐ Change Plans

☐ Plug and Abandon

☐ Temporarily Abandon

☐ Convert to Injection

☐ Plug Back

☐ 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. If the proposal is to deepen directionally or recompleat 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 recompleat 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.)

I AM Requesting an additional 30 days to plug this well. Hughes Drilling Co the company I HIRED to plug this well has BEEN tied up on an injection well for D. PARRISH and cannot get to this location for about 2 weeks. Hughes Drilling # 575-365-6180

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

DAVID Hammond

Title

operator

Expires 1-9-09

Signature

[Signature]

Date

12/2/08

See Attached

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

DEC 10 2008

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.

Gerry Guye, Deputy Field Inspector
NMCD-District 11 ARTESIA

APPROVED

DEC 6 2008

JAMES A. AMOS
SUPERVISOR EPS

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 false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

☒ Certified Mail - Return Receipt Requested
70060100000301160528

☐ Hand Delivered Received by

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

NOTICE OF INCIDENTS OF NONCOMPLIANCE

Identification	
IID	
Lease	NMNM36497
CA	
Unit	
PA	

Bureau of Land Management Office CARLSBAD FIELD OFFICE				Operator DAVID G HAMMOND			
Address 620 E GREENE STREET CARLSBAD NM 88220				Address 2704 GARDEN CARLSBAD NM 88220			
Telephone 575-234-5994				Attention			
Inspector BLAKLEY				Attn Addr			
Site Name ANADARKO 13	Well or Facility 1	1/4 1/4 Section SENW 13	Township 18S	Range 27E	Meridian NMP	County EDDY	State NM
Site Name	Well or Facility	1/4 1/4 Section	Township	Range	Meridian	County	State

THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE

Date	Time (24 - hour clock)	Violation	Gravity of Violation
12/02/2008	11:00	43 CFR 3162 1(a) COA of Plugging Procedures	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
01/09/2009			43 CFR 3163.1()

Remarks

As stated in the "Permanent Abandonment of Federal Wells Condition of Approval" Failure to comply with Conditions of Approval of the plugging procedures results in the issuance of this Incidence of Noncompliance (INC).
Issued for failure to begin plugging operations prior to 90 days after approval of procedures which (Remarks continued on following page(s).)

When violation is corrected, sign this notice and return to above address.

Company Representative Title _____ Signature _____ Date _____

Company Comments _____

WARNING

Incidents of Noncompliance correction and reporting timeframes begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By" you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits, false, inaccurate, or misleading reports, notices, affidavits, record, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

REVIEW AND APPEAL RIGHTS

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Lands Appeals, 801 North Quincy Street, Suite 300, Arlington VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer	Date	Time
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FOR OFFICE USE ONLY

Number 1P	Date	Assessment	Penalty	Termination
Type of Inspection PD				

BLM Remarks, continued

were approved on August 31, 2008. If plugging operations are not completed within 30 days of this INC effective date an assessment shall be issued and further noncompliance may result in civil penalties.

43 CFR

Subpart 3162--Requirements for Operating Rights Owners and Operators

Sec. 3162.1 General requirements.

(a) The operating rights owner or operator, as appropriate, shall comply with applicable laws and regulations; with the lease terms, Onshore Oil and Gas Orders, NTL's; and with other orders and instructions of the authorized officer. These include, but are not limited to, conducting all operations in a manner which ensures the proper handling, measurement, disposition, and site security of leasehold production; which protects other natural resources and environmental quality; which protects life and property; and which results in maximum ultimate economic recovery of oil and gas with minimum waste and with minimum adverse effect on ultimate recovery of other mineral resources

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 ninety (90) days from the approval date of this Notice of Intent to Abandon.

Corrective Measures: Complete plugging operations by January 9, 2009.

If Further assistance is required call Jerry Blakley: (575) 361-0112 or (575) 234-5994