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

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

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. NMNM0557371 6. If Indian, Allottee or Tribe Name

| | • | | | | | |
|---|---|---|---|----------------|--|---------------------|
| SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | | 7. If Unit or CA/Agreement, Name and/or No. 8910138010 | |
| 1. Type of Well Gas Well Other | | | | | 8. Well Name and No. EMPIRE ABO K 18 | |
| Name of Operator Contact: ISABEL HUDSON APACHE CORPORATION E-Mail: Isabel.Hudson@apachecorp.com | | | | | 9. API Well No. 30-015-00707-00-S1 | |
| 3a. Address 303 VETERANS AIRPARK LA MIDLAND, TX 79705 | No. (include area coc -818-1142 | le) | 10. Field and Pool, or Exploratory EMPIRE | | | |
| 4. Location of Well (Footage, Sec., 7 | · · · · · · · · · · · · · · · · · · · | | 11. County or Parish, a | ind State | | |
| Sec 1 T18S R27E NESW 198 | | | EDDY COUNTY | , NM | | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | O INDICA | TE NATURE OF | NOTICE, F | REPORT, OR OTHER | R DATA |
| TYPE OF SUBMISSION TYPE OF ACTION | | | | | , | |
| Thirt | ☐ Acidize | ا 🔾 | Deepen | □ Produc | ction (Start/Resume) | ☐ Water Shut-Off |
| Notice of Intent ■ | ☐ Alter Casing | . 👝 | Fracture Treat | □ Reclar | nation . | ■ Well Integrity |
| ☐ Subsequent Report | ☐ Casing Repair | ים | New Construction | □ Recon | nplete | Other |
| ☐ Final Abandonment Notice | ☐ Change Plans | D 1 | Plug and Abandon | ▼ Tempo | orarily Abandon | |
| | ☐ Convert to Injection | י ם | lug Back | ■ Water | Disposal | |
| Apache would like to perform Request to | | SEE ATTACHED FOR CONDITIONS OF APPROVAL | | | | |
| | JUL 2:9 | 2016 | CONP | 1101 | | |
| | RECEIV | /ED | | | | |
| 14. I hereby certify that the foregoing is | true and correct. Electronic Submission # | 343825 ver E CORPOR | ATION. sent to the | Carlsbad | | |
| Name (Printed/Typed) ISABEL H | UDSON | | Title REG. | ANALYST | | |
| Signature (Electronic S | Submission) | | Date 07/05/ | 2016 | Arthuve | <u>u</u> |
| | THIS SPACE FO | OR FEDE | | | ISE JUL 2 7 201 | |
| | | | 1 | | 001 2 7 201 | 1 1 h |
| Approved By | | | Title | BU BU | FARE LAND MAY | X Date XX |
| 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. | | | | _/ | CXRLSBAD FIELD OF | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s | | | | | ake to any department or a | gency of the United |
| | | | | / | | 7/ |

** BLM'REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **



July 5, 2016

Empire ABO Unit # K018B API # 30-015-00707 Eddy County, NM Production Casing: 4-1/2" 9.5# Set @ 6,189' Producing Interval: **5,799-6,080**'

Objective: Isolate open perfs and TA wellbore

Procedure:

- 1. POOH with rods and tbg
- 2. Set CIBP @ 5,750° and dump bail 35° of cmt
- 3. Fill easing with fluid and pressure test to 500 psi.
- 4. Record the test on a chart and submit to OCD for approval

Apache Corp. Actual

GROUP:

Permian North

DATE:

Jul. 05, 2016

FIELD:

Empire (BP)

BY:

MM

LEASE/UNIT:

Empire Abo Unit

WELL:

K018B

COUNTY:

Eddy

STATE:

New Mexico

API NUMBER:

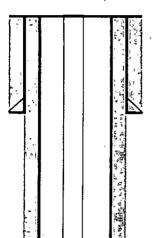
30-015-00707

KB= 3613'

Spud: 4/23/59

12-1/4"

7-7/8"



8-5/8" 24# Set @ 1,506' CMT W/ 600 SXS

2-3/8" tbg and tbg anchort set @ 6,073'. SN @ 6,074'

Abo (2002)

 $5799\text{-}6,\!080^{\circ}$ - acidized with 3,600 gallons of 15% HCL

Abo (1959)

6,040-80' - squeezed 7/31/80 (250 sxs)

CIBP @ 6120'

Abo (1980)

6,140-56' acidized with 1,000 gallons of 15% HCL

4-1/2" 9.5# J-55 Set @ 6,189'

CMT W/ 600 SXS

TD = 6326' **PBTD** = 6110'

Apache Corp. **Proposed** GROUP: Permian North DATE: Jul. 05, 2016 FIELD: Empire (BP) BY: MMLEASE/UNIT: **Empire Abo Unit** WELL: K018B COUNTY: Eddy STATE: New Mexico API NUMBER: 30-015-00707 Spud: 4/23/59 **KB=** 3613' 12-1/4" 8-5/8" 24# Set @ 1,506' CMT W/ 600 SXS 7-7/8" CIBP @ 5,750' + 35' cmt Abo (2002) 5799-6,080' - acidized with 3,600 gallons of 15% HCL Abo (1959) 6,040-80' - squeezed 7/31/80 (250 sxs) CIBP @ 6120' Abo (1980) 6,140-56' acidized with 1,000 gallons of 15% HCL 4-1/2" 9.5# J-55 Set @ 6,189' CMT W/ 600 SXS TD = 6326'**PBTD** = 6110°

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 07/27/2017 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:

- Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval with well bore diagram
 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.

Empire Abo K 18

- Well is approved to be TA/SI for a period of 12 months or until 07/27/2017
- 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 07/27/2017
- COA's met at this time.