form 3160-5 August 2007)	UNITED STATE	S	OCI	D Hobbs	FOR OMB Expire	M APPROVED NO. 1004-0135 s:: July 31, 2010
BUNDRY	NOTICES AND REPO	AGEMENT D <b>rts on Wells</b>			5. Lease Serial No. NMNM052	
Do not use th abandoned we	is form for proposals to II. Use form 3160-3 (AF	o drill or to re-enter PD) for such propo	an sals.	-A	6. If Indian, Allotte	e or Tribe Name
SUBMIT IN TRI	PLICATE - Other instru	ctions on reverse	side. HOF	JBS OUT	7. If Unit or CA/Ag 891007465B	reement, Name and/or No. NM 70989c
T. Type of Well Gas Well Ct.	her Inèpa	Hion	) M	N 2 8 20	8. Well Name and N MRU 351	lo.
2. Name of Operator LINN OPERATING INCORPO	Contact: DRATED E-Mail: tcallahan(	TERRY B CALLAF @linnenergy.com	AN	CEN	9. API Well No. 30-025-20302	2-00-S1
3a. Address 600 TRAVIS STREET SUITE HOUSTON, TX 77002	5100	3b. Phone No. (inclu Ph: 281-840-427	de area code 2	) REOT	10. Field and Poon PEARL	or Exploratory ALER
4. Location of Well (Footage, Sec., )	T., R., M., or Survey Descriptio	on)	<u></u>		II. County or Paris	h, and State
Sec 35 T19S R34E NESE 19 Unit T	80FSL 560FEL	· ·			LEA COUNT	, NM
12. CHECK APP	ROPRIATE BOX(ES) T	O INDICATE NAT	URE OF I	NOTICE, I	REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION			TYPE O	F ACTION		·····
Notice of Intent	Acidize	Deepen		Produ	ction (Start/Resume)	Water Shut-Off
Subsequent Report	Alter Casing	Fracture T	reat	□ <sup>Recla</sup>	mation	U Well Integrity
	Casing Repair	□ New Cons	truction		nplete	Other Workover Operatio
Final Abandonment Notice	Change Plans	$\square Plug and A$ $\square Plug Back$	Abandon		orarily Abandon Disposal	
<ol> <li>Bleed pressure off well.</li> <li>NUBOP</li> <li>Unseat pkr &amp; TOOH w/ tbg</li> <li>RIH w/ workstring &amp; bit to 1</li> <li>PU &amp; TIH w/ 4" D&amp;L csg pl</li> <li>11.6#, L-80, Ultra Flush Joint</li> <li>Establish circulation wtih b</li> <li>Set pkr at 4550'.</li> <li>Drop ball to open port and</li> </ol>	A city pressure. A pkr. TD & circ clean. POOH L (r (for cement job), 4" cer Casing to 4605'. rine fluid to load the hole d establish circ w/ brine fl	APPROVA D bit. menting pump out s luid.	L BY S7 eeve, 4" c	TATE	APPR NOV 2 Denntr BURZAU OF LANC CARL SRAD FL	7 222 7 222 MANAGEMENT FLD OFFICE
11. RU cement company. Eng. Renew Set	e attached Co	M 11/27/12	-JAn	1.	•	-
14. Whereby certify that the foregoing i Com	s true and correct. Electronic Submission a For LINN OPER mitted to AFMSS for proc	#150144 verified by t ATING INCORPORA essing by WESLEY I	ne BLM We TED, sent NGRAM on PEGUU	Il Informati to the Hobi 09/19/2012	on System DS 2 (12WWI0049SE) DECIALIST III	
Signature (Electronic	Submission)	Date	09/13/2	2012		<del></del>
	THIS SPACE F	OR FEDERAL OF	R STATE	OFFICE	USE	
Approved By		Title	:			Date
Conditions of approval, if any, are attache ertify that the applicant holds legal or ec which would entitle the applicant of cond	ed. Approval of this notice dou uitable title to those rights in t luct operations thereon	es not warrant or he subject lease	ce			
itle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	3 U.S.C. Section 1212, make it statements or representations	a crime for any person I as to any matter within i	nowingly an s jurisdiction	d willfully to 1.	make to any departmen	t or agency of the United
** BLM RE\	/ISED ** BLM REVISE	D ** BLM REVIS	ED ** BL!		ED ** BLM REVIS	ED **

### Additional data for EC transaction #150144 that would not fit on the form

#### 32. Additional remarks, continued

Pump Class "C" cement until circ is obtained and then displace with wiper plug and brine water. Shut BH valve prior to bumping plug.
 NDBOP
 Set slips for 4" csg.
 Install bowl for 2-3/8" tbg.
 NUBOP
 NUBOP
 WOC
 Bleed well pressure down or kill well as necessary.
 PU & RIH w/.2-3/8" workstring and pkr to 4525'.
 Perform Acid job.

20. Perform Acid job.

20. Perform Acid job.
 21. POOH & LD workstring & pkr.
 22. PU 1 jt of 2-3/8" IPC tail pipe, 4" injection pkr (Arrowset with on/off tool), 2-3/8" IPC injection tbg, and TIH w/ pkr landed at 4525' (unset).
 23. NDBOP
 24. Circ pkr fluid.
 25. Set pkr @ 4525'.
 26. NUWH
 27. Conduct meek MIT to 500 psi.

Conduct meek MIT to 500 psi.
 Notify foreman that the well is ready for a witnessed MIT.
 RDMO

Liner Information attached.

### MRU #351

LEA COUNTY, NM

30-025-20305

09/11/2012

Project Scope: Install 4" Flush Joint Liner from top perforation to surface

### Non Routine Equipment Needs:

4", 11.6#, L-80 Ultra Flush Joint – Purchased

4" wiper plug, ball, 4" crossover, 4" cementing pump out sleeve, 4" D&L casing packer (for cement job)

Lift Nubbins and Stabbing Cup – Rental

4" Packer

New Wellhead components for 4" Liner

**Casing Crew** 

**Cementing Services** 

### Procedure:

- 1. Test anchors prior to rigging up.
- 2. MIRU WO Rig and record casing and tubing pressure.
- 3. Bleed pressure off of well.
- 4. NU BOP.
- 5. Unseat packer and TOOH with tubing and packer.
- 6. RIH with workstring and bit to TD and circulate clean. POOH LD bit.
- 7. PU and TIH with 4" D&L casing packer (for cement job), 4" cementing pump out sleeve, 4" crossover, 4", 11.6#, L-80, Ultra Flush Joint Casing to 4550'.
- 8. Establish circulation with brine fluid to load the hole.
- 9. Set packer at 4550'.
- 10. Drop ball to open port and establish circulation with brine fluid.
- 11. Rig up cement company.
- 12. Pump Class "C" cement until circulation is obtained and then displace with wiper plug and brine water. Shut BH valve prior to bumping plug.

13. ND BOP

- 14. Set slips for 4" casing.
- 15. Install bowl for 2-3/8" tubing.
- 16. NU BOP.
- 17. WOC.

#### **Contact Information:**

Jennifer Charbonneau – Asset Engineer Cell – 281-785-4090 Office – 281-840-4050

Bob Akin - Foreman Cell - 575-390-8007

- 18. Bleed well pressure down or kill well as necessary.
- 19. PU and RIH with 2 3/8" workstring and packer to 4525'.
- 20. Perform Acid Job
- 21. POOH and LD workstring and packer.
- 22. PU 1 jts of 2-3/8" IPC tail pipe, 4" injection packer (Arrowset with on off tool), 2-3/8" IPC injection tubing, and TIH with packer landed at 4525' (unset).
- 23. ND BOP.

:

*රල* 

- 24. Circulate packer fluid.
- 25. Set packer at 4,525'.
- 26. NU WH.
- 27. Conduct mock MIT to 500 PSI.
- 28. Notify foreman that the well is ready for a witnessed MIT.
- 29. RDMO.

**Contact Information:** 

Jennifer Charbonneau – Asset Engineer Cell – 281-785-4090 Office – 281-840-4050

Bob Akin - Foreman Cell – 575-390-8007



Well Neme:         Mescalero Ridge Unit #351           205ed         APTNo:         36-025-20302           APTNo:         36-025-20302         11/15(-1963)           Soud Date:         11/15(-1963)         19/11/15(-1963)           Well Update:         9/11/12012         Mit Late	Hold Star:     12.1/4"       Hold Star:     12.1/4"       Start Start     Start Start       Start Start <td< th=""><th>(diating leads to the second s</th><th>Ditalle of Performtion Ditalle of Performtion 1: 0.75 fet her (cot) 4.50° - 4.54° (a Ft) 4.50° - 4.550° (a Ft) 4.50° - 4.550° (a Ft) 4.55° - 4.550° (a Ft) 4.55° - 4.550° (a Ft)</th><th>5,084'' - 5,086' (7 Fl) 5-17'', 15:56,1-55 Production Casing w/250 sx Calic TOC @ 3,875</th><th>Tubling Detail       Joints     Deacription       142     2:3/8*/IPC4.7.W, J-55       Fkt Depth     4,504*</th><th>Red Detail (top to bentein) Red Detail (top to bentein)</th><th>4,252,-4,564 4,716-5,719 4,522,-4,550 4,552,-2,5550 4,552,-2,5550 A 6657-4 666 Maha tawi</th><th>5,070 - 5,075 5,070 - 5,075 Cambrin Bland: Cambrin Bland: Comment Stand Returms</th><th>De 5,129</th></td<>	(diating leads to the second s	Ditalle of Performtion Ditalle of Performtion 1: 0.75 fet her (cot) 4.50° - 4.54° (a Ft) 4.50° - 4.550° (a Ft) 4.50° - 4.550° (a Ft) 4.55° - 4.550° (a Ft) 4.55° - 4.550° (a Ft)	5,084'' - 5,086' (7 Fl) 5-17'', 15:56,1-55 Production Casing w/250 sx Calic TOC @ 3,875	Tubling Detail       Joints     Deacription       142     2:3/8*/IPC4.7.W, J-55       Fkt Depth     4,504*	Red Detail (top to bentein) Red Detail (top to bentein)	4,252,-4,564 4,716-5,719 4,522,-4,550 4,552,-2,5550 4,552,-2,5550 A 6657-4 666 Maha tawi	5,070 - 5,075 5,070 - 5,075 Cambrin Bland: Cambrin Bland: Comment Stand Returms	De 5,129
voli Name: Wrescarerio rudge Univ #33.1 bositon 1980 FSL, 560 FEL SEC35,7135,R34E editon 35.	land: Zounty: Lea Dounty: Lea Bield Mescalero Rigge Unit. Li 3/703' Elevations: Li 3/712?	Bed Calco k w/log?	Hiteory						

ы

.

1

H

### ninini nekolo autorikansilek resterationek Kongolek inini

·····

ATECHNICAL D'ATTA SHE

## • "• 11.60 # • L-80 ULTRA FJ™ Premium Connection

Pipe Dimensions		· · · · · · · · · · · · · · · · · · ·
Size Nom Wt-ft Grade	4.090 11.60 L-80	inches libs/ft
PE Weight: Wall Thickness Nominal OD: Nominal ID: Drift Diameter: Avg. Pipe Body Area;	11.34 0.286 4.000 3.428 3.303 3.355	lbs/ft inches inches inches inches sq.inches
Pipe Parameters		
Min, Yleid; Min, Tensile;	80,000 95,000	psi psi
Pipe Body Performance		
Yield Load: Tensile Load: Min. Infernal Yield Pressure: Collapse Pressure:	268,400 318,700 10,010 10,280	ibs ibs psi psi
Connection Parameters		
Connection OD; Pin ID (bored): Critical Section Area:	4.020 3.419 2.283	inches inches sg-inches
Yield Load in Tension: Fracture Load Yield Load in Compression: Make Up Loss: Max, Unlaxial Bend Rating:	182,500 210,600 188,000 3,447 62	lbs lbs inches deg/100h
Min. Internal Yield Pressure: Collapse Pressure:	10,010	psi psi
Minimum Make-Up Torque: Optimum Make-Up Torque; Maximum Make-Up Torque; Yield Torque:	2,800 3,100 3,400 4,900	11-10 11-10 11-10 11-10
Efficiency Tension: Efficiency Compression:	68.0% 70.1%	¥9 %

Note: The information in this Technical Data Sheet is for general information only. It should not be used or relied upon for any specific application without being hidependently settled by competent professional examination for accuracy, suitability and applicability. Anyone utilizing the information contained herain does so at their own risk.

Tel: 281-949-1023 Toll free: 588-255-2000



### 4 x 11.6 L-80 FJ Data Jan 2012 Rev 2

. En en transministration





TO MANY ANALY CONTRACT AND A 1997

# TECHNICAL DATASHEET

والمتحد والمتحج والمتحج والمحج والمحجو

# ULTRA FJ<sup>™</sup> Premium Connection

The Strongest Flush-Joint Connection

FullContact™ Threads

Compression Efficiency
 High tension and
 bending capacity
 Deep: easy stabbing
 and guick, easy make-up
 with no cross threading
 risk

ENDERGATE CONCERNESS

Sphere-and-Cone Internal Metal Seal • External factors (axial loads. temperature, dope, make-up torque) do not affect seal performence • Connection can be tripped multiple times

Note:

Positive Torque Stop Reliability and connection performance

External Metal Seal • Pressure Integrity

I Run-In/Run-out Threads Maximum critical section area Increases overall connection strength.

IPSCO

Tel: 281-949-1023 Toll free: 888-258-2000

The information in this Technical Data Sheet is for pederal information only. It should not be used or failed upon fail any specific application without being independently perfied by competent protessional examination for accuracy, suitability and applicability. Anyone utilizing the information contended herein does so at their own risk.

5 1/2 x 17 L 80 FJ Data June 2010 Rev 1

	ULTRA PREMIUM OILFIELD SERVIC	ES REF. NO
ТМК	<u>ULIKA-KJ</u>	PAGE: 1 of 4 ISSUE:
IPSCO	Recommended Running Procedures	STATION: Field Service
Running Proce	<u>dure – ULTRA Serviçes Flush Joint (</u>	<u>FD</u>
<ul> <li>Center an</li> <li>The rig orew with s</li> <li>running operations</li> <li>should observe all</li> <li>premium casing an</li> <li>connections. This is</li> <li>Certified File</li> <li>Proper Equip</li> <li>weights of the</li> <li>with the correction</li> <li>O Drift</li> <li>Safety sub</li> <li>Handling is</li> <li>Stabbing g</li> <li>Any require</li> </ul>	supervision of a certified Field Service Techni in accordance with API Recommended Pract generally accepted good running practices and d proprietary connections when running casin nchides, but is not limited to. Id Service Technician supervision. ment. (Note: ULTRA-FJ is not interchangeal same OD; all running equipment must be size t threads.) s. subs. guide. red cross-overs.	cian shall conduct all ce 5C1. Additionally, they I handling procedures for g with ULTRA FJ she between different d correctly and equipped
<ul> <li>Assembly to</li> <li>Power Tai</li> <li>pipe evenly.</li> <li>Torque-tu</li> <li>Connections</li> <li>Do not cle</li> <li>Do not cle</li> <li>Do not use</li> </ul>	ols: us properly calibrated and installed, with size (All torques provided in ft-lbs.) m monitor with a minimum sample rate of 50 cleaned and visually inspected. an with diesel as a solvent.	specific jaws to grip the 0 samples per turn.
<ul> <li>Connections</li> </ul>	s properly doped (important, refer to doping	instructions).
<ul> <li>Clean thread</li> <li>Correct rig I</li> <li>Soft lines</li> <li>A stabber</li> <li>Stabbing g</li> <li>Elevators</li> </ul>	l protectors reinstalled nandling: or single joint elevators. in the derrick. guide used during running, unlatched during assembly.	tan gr

······

• • •

See. 28.2000

Form: AWP QAF-008-04 Rev. 1

, soundar

Compare Assesses a concentration of statistical process.

	in hand a hard hard h			
	ULTRA	REMIUMOILFIEL	D SERVICES	REF. NO
TMK		<u>ULIKA-FJ</u>		PAGE: 2 of 4 ISSUE:
	Recom	nended Running Proc	edures	STATION's Field Scentes
Contraction of the		and the second		esternerse repuser noe

### Doping Procedure for ULIRA-FJ Connections

Prior to running, the crew should clean and dry both pin and box connections. This may be performed in separate operations. If so, an approved light lubricating oil and corrosion inhibitor may be applied to prevent surface rust. Thread dope may be applied directly to the connections without removing the light oil base, with supervision of the certified Field Service Technician.

After cleaning, the certified Field Service Technician should apply a light, even coat of API modified thread compound or equivalent (Best OF Life 2000).

- To the Threads and Seal Area of the Box.
- To the Seal Area of the Pin.

[Note: "API modified thread compound", refer to API Bulletin 5A2.]

[Note: "light coat" means that the machined thread profile can be clearly and distinctly seen, with no more than 30% of the thread grooves filled with dope.]

### Recommended Make-up Torque for ULTRA-FJ

The operator shall assemble the connection to the torque specified by ULTRA Premium Oilfield Services. The torque specification shall be given by:

- A minimum torque.—the minimum torque to which the connection shall be assembled. (10% less than optimum torque).
  - An optimum torque --- the nominal torque for best performance.
- A maximum torque highest recommended torque for normal operations. (10% greater than optimum torque).

A torque shoulder must be clearly visible. The shoulder torque should be greater than 10% and less than 80% of specified optimum torque. A sample torque turn chart accompanies this Recommended Procedure (Figure 1).

When using thread lock, add 10% to the assembly torque for proper make up.

### Assembly Anomalies

If either of the following conditions occur, the certified Field Service Technician may: 1), breakout the connection, visually inspect the pin and box, and if judged to be in good condition, re-assemble the connection; or 2), contact ULTRA Promium Oilfield Services for further instructions.

- The shoulder torque is less than 10% or greater than 80% of specified optimum torque.
- The assembly torque exceeds the specified maximum torque.

### Re-Assembly of ULTRA-FJ

If for any reason the crew disascembles the connection, even partially, they should completely disassemble, clean, and visually inspect the pin and box. A certified Field

			 						 	 	 	 					and the second se	and the second se		and the second second			
			 A 1 4 1 1 1 1						 	 	 	 				 	 						
			 				- C - C - C - C		 	 	 	 				 	 			61 S. C. V.	 		_
			 						 	 	 1. S.	 				 	 				 		
			 						 		 	 				 	 		- CALL & R. M.		 		
1.1.1.1.1.1.1.1						-			 	 	 	 				 	 		1		 	 	
							-		 	 	 										 	 	
										 											 	 terms and the state of the	
															-								
			 				_			 												 	
			 						 	 	 	 	-									 	
									 		 	 							_				
			· · · · · · ·						 	 	 *** **										 		
				Contraction of the second s					 			 				-					 	 	
					_					 	 	 			• • •						 	 	
	· . •									 - ME	 	 					 				 	 •	
										 	 	 		· •		 	 				 	 	
			 							 	 	 10 A.				 	 				 	 	
								Sec. 6. 1997.	 	 	 	 		N 1 1 1 1 1		 	 				 	 	
							and the second second			 		 				 	 				 	 	
_	_	_								_						 	 				 	 	

Form: AWP QAF-008-04 Rev. 1



and the second second second

mental design they ex-





ULTRA-FJ™ Premium Connection

ULTRA Premium Oilfield Services Is one of Nonh America's leading manufacturers of Premium threaded connections for the global exploration and recovery of Oil and Gas. ULTRA connections date back to the early 1990's, when two engineers, the late Erich F. Klementich, FE and ULTRA's Ed Banker, FE designed a unique full contact thread form with run-in/run-out threads to produce the strongest connections in the industry today.

The ULTRA FJ Flush joint pasing connection has the highest tensile efficiency of any true flush joint connection. The connection's compression efficiency is equal to or greater than it's tensile efficiency.

	Connection Parameters	•
Efficiency - Tension:	68.0%	4.
Efficiency - Compression;	70.1%	%
Optimum Torque:	3,100	(t-15
Yield Torque:	4,900	ft-Ib
Max. Uniaxial Bend:	62	deg/100ft
Minimum Internal Yield Pressure:	100%	psi
Collapse Pressure:	100%	psi
		•

Maximum uni-axial bending is the calculated value at which the connection would yield in simple 2-dimensional bending.

Tol: 281-949-1023 Toll free: 888-258-2000

IPSCO

Note:

The information in this Technical Data Shaet is for general information only. It should not be used or relied upon for any specific application without being independently verified by competent professional examination for accuracy, suitability and opplicability. Anyone utilizing the information contained harain does so at their own risk.

4 x 11.8 L-80 FJ Dela Jan 2012 Rev 2

### **Conditions of Approval**

### Linn Operating Incorporated Mescalero Ridge Unit - 351 API 3002520302, T19S-R34E, Sec 35 November 26, 2012

 This well's recorded activity has been inactive/shut-in for more than 30 days without authorization. An inactive/shut-in well bore is a non-producing completion that is capable of production in **paying quantities** or of service use. Should the mechanical integrity test fail or <u>not be conducted</u> submit a procedure to plug and abandon the well for BLM approval on or before 01/20/2013. A legitimate request is necessary for extension of that date.

- 2. Subject to like approval by the New Mexico Oil Conservation Division.
- 3. Surface disturbance beyond the existing pad shall have prior approval.
- 4. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 5. Functional  $H_2S$  monitoring equipment shall be on location.
- 6. A 2000 (2M BOPE to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 (attachment 1, 2M diagrams of choke manifold equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.
- 7. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 8. Approval is granted for disposal of water produced from the lease or communitization/unit agreement of this well only. An additional request (including authorization from the surface owner) is required for the well to receive other disposal fluids.
- 9. Workover approval is good for 90 days (completion to be within 90 days of approval). A legitimate request is necessary for extension of that date.

### 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.
- 2) 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.
- 3) 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.
- At least 24 hours before the test: In Lea County email Andy Cortez <u>acortez@blm.gov</u>, (phone 575-393-3612 or 575-631-5801). Note the contact notification method, time, & date in your subsequent report.
- 5) 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.
- 6) Use of tubing internal protection, tubing on/off equipment just above the packer, a profile nipple, and an in line tubing check valve below the packer or between the on/off tool and packer is a "Best Management Practice". 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.
- 7) Submit the original subsequent sundry with three copies to BLM Carlsbad.
- 8) 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. Submit a subsequent report (Sundry Form 3160-5) describing the installed automation equipment within 30 days.
- 9) Unexplained significant variations of rate or pressure to be reported within 5 days of notice.
- 10) The casing/tubing annulus is required to be monitored for communication with injection fluid or loss of casing integrity. A BLM inspector may request verification of the annular fluid level at any time.

- 11) A "Best Management Practice" is to maintain the annulus full of packer fluid at atmospheric pressure. Equipment that will display on site, continuous open to the air fluid level is necessary to achieve this goal.
- 12) Loss of packer fluid above five barrels per month indicates a developing problem. Notify BLM Carlsbad Field Office, Petroleum Engineering within 5 days.
- 13) A suggested format for monthly records documenting that the casing annulus is fluid filled is available from the BLM Carlsbad Field Office.
- 14) Gain of annular fluid requires notification within 24 hours. Cease injection and maintain a production casing pressure of 0psia. Notify the BLM's authorized officer ("Paul R. Swartz" <<u>pswartz@blm.gov></u>, cell phone 575-200-7902). If there is no response phone 575-361-2822.
- 15) 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 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. 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.

Access information for use of Form 3160-5 "Sundry Notices and Reports on Wells"

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

§ 43 CFR 3162.3-2 Subsequent Well Operations.

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

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