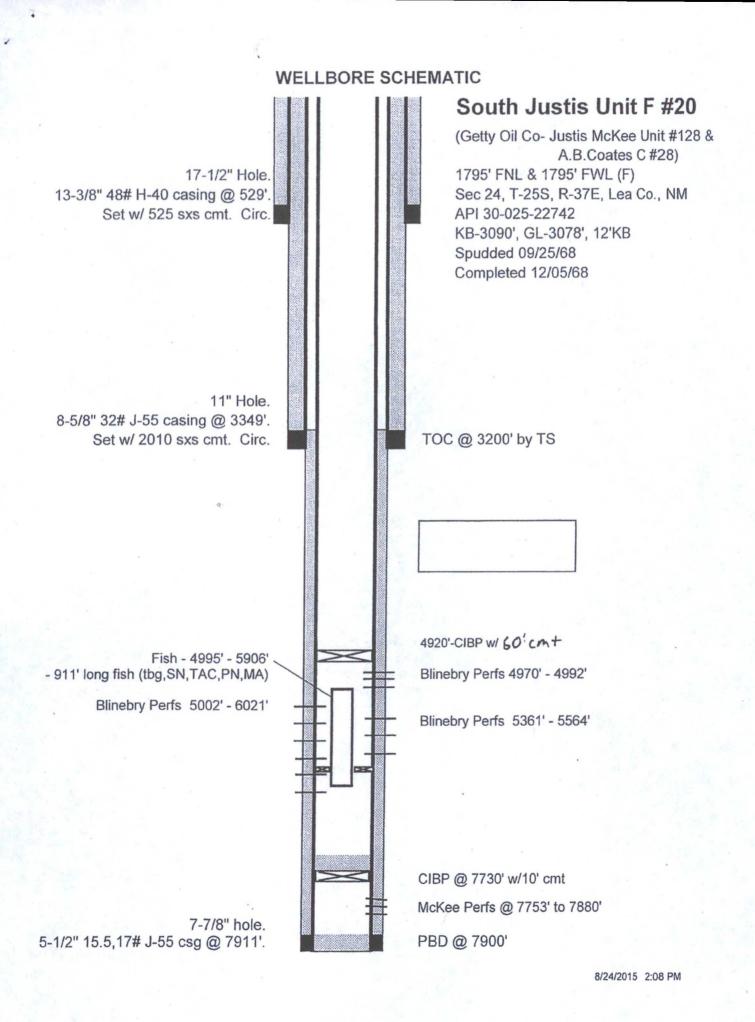
Form 3160-5 (August 2007) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT HOBBS SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an DEC 0 2 20 Hoandoned well. Use form 3160-3 (APD) for such proposals.					FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No.	
					NMLC032650B	
					6. If Indian, Allottee or Tribe Name	
RECEIVED IT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. NMNM87877X	
1. Type of Well ☑ Oil Well □ Gas Well □ Other					8. Well Name and No. SJU TR-F 20	
2. Name of Operator LEGACY RESERVES OPERATING LEMAN: jsaenz@legacylp.com					9. API Well No. 30-025-22742-0	00-S1
3a. Address3b. Phone No. (include area code)303 W WALL SUITE 1600Ph: 432-689-5200					10. Field and Pool, or Exploratory JUSTIS	
MIDLAND, TX 79702 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11, County or Parish, and State	
Sec 24 T25S R37E SENW 1795FNL 1795FWL					LEA COUNTY, NM	
12. CHECK APP	ROPRIATE BOX(ES) TO	D INDICATE	NATURE OF	NOTICE, R	EPORT, OR OTHE	R DATA
TYPE OF SUBMISSION TYPE OF ACTION						
Notice of Intent	 Acidize Alter Casing 	DeepenFracture Treat		_	Production (Start/Resume)Image: Water Shut-OffReclamationImage: Well Integrity	
Subsequent Report	Casing Repair	-		Recomplete Recomplete Recomplete		□ Other
Final Abandonment Notice	 Final Abandonment Notice Change Plans Convert to Injection 				Disposal	
Legacy Reserves Operating L allow for oil price recovery to j previously discussed on the o industry. Wellbore diagram attached. Well hes been 7 Moddriften yew Will be require	Justify fishing on the well a riginal TA request was no a far I year a far this one	nd returning t completed c	to production. T due to the down	The work turn in the EEATT ONDIT	ACHED FOI	
 14. I hereby certify that the foregoing is Con 	s true and correct. Electronic Submission #3 For LEGACY RES nmitted to AFMSS for proce	SERVES OPE	SCILLA PEREZ C	t to the Holpt on 09/14/2016	5 (16PP1134SE)	
Name (Printed/Typed) JOHN SAENZ						
Signature (Electronic Submission) Date 09/13/2016						
	THIS SPACE FO	R FEDERA	L OR STATE	1	7 6000	lh
Approved By			Title	KOV	/S M	Weath
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.						
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent					ake to any department or	agency of the United
	ISED ** BLM REVISED			M REVISEI	, D ** BLM REVISED	24**



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

Approved for a period of 1 year ending 11/07/2017 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 wellbore 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.

SJU TR-F 20

i,

- 1. Well is approved to be TA/SI for a period of 1 year or until 11/07/2017
- 2. Must submit NOI to recomplete or NOI to P&A. Must be submitted by 11/07/2017
- 3. COA's met at this time.