Form 3160-5 (August 2007) HOBBS OCC SUNDRY NOTICES AND REPORTS ON WELLS DEC Do not use this form for proposals to drill or to re-enter an DEC Capacity Well. Use form 3160-3 (APD) for such proposals.				OCD-ARGISERROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No. NMNM0557371 6. If Indian, Allottee or Tribe Name		
RECEVENT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. 8910138010 NM 70945	
1. Type of Well Ø Oil Well Gas Well Other					8. Well Name and No. EMPIRE ABO I 20	
2. Name of Operator APACHE CORPORATION Contact: ISABEL HUDSON E-Mail: Isabel.Hudson@apachecorp.com					9. API Well No. 30-015-01215-00-S1	
3a. Address 3b. Phone 303 VETERANS AIRPARK LANE SUITE 3000 Ph: 432- MIDLAND, TX 79705 300			. (include area code) 8-1142			Exploratory
4. Location of Well (Footage, Sec., T.			11. County or Parish,	and State		
Sec 1 T18S R27E NENE 667F			EDDY COUNTY	7, NM		
12. CHECK APPF	ROPRIATE BOX(ES) TO	O INDICATE	NATURE OF 1	NOTICE, RE	PORT, OR OTHE	R DATA
TYPE OF SUBMISSION		TYPE OF ACTION				
Notice of Intent	□ Acidize	Dee	pen	Producti	on (Start/Resume)	U Water Shut-Off
Notice of Intent	□ Alter Casing	G Fra	cture Treat	Reclama	tion	□ Well Integrity
Subsequent Report	Casing Repair	Nev	v Construction	Recomplete		□ Other
Final Abandonment Notice	Change Plans	D Plu	g and Abandon	I Tempora	arily Abandon	
	Convert to Injection	D Plu	Back	U Water D	isposal	
Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) Apache would like to perform the following work: Objective: Isolate open perfs and TA wellbore Procedure: 1. POOH with rods and tbg 2. Set CIBP @ 5,740? and dump bail 35? of cmt 3. Fill casing with fluid and pressure test to 500 psi. 4. Record the test on a chart and submit for approval PLEASE SEE ATTACHMENTS.						60-4 shall be filed once and the operator has
14. I hereby certify that the foregoing is true and correct. Electronic Submission #354743 verified by the BLM Well Information System For APACHE CORPORATION, sent to the Carlsbad						
Committed to AFMSS for processing by PRISCILLA PEREZ on 10/17/2016 (17PP0044SE)						
Name (Printed/Typed) ISABEL H	Title REG. A	NALYST				
Signature (Electronic Submission)			Date 10/13/2016			
	THIS SPACE F	OR FEDER	L OR STATE	OFF CE US	EAPPRO	VFD
_Approved By			Title			Date
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.			Office		NOV 29	2016
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 of agency of States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.						
** BLM REVISED **						
June has						

MUSS	as	
MUB	121	2014



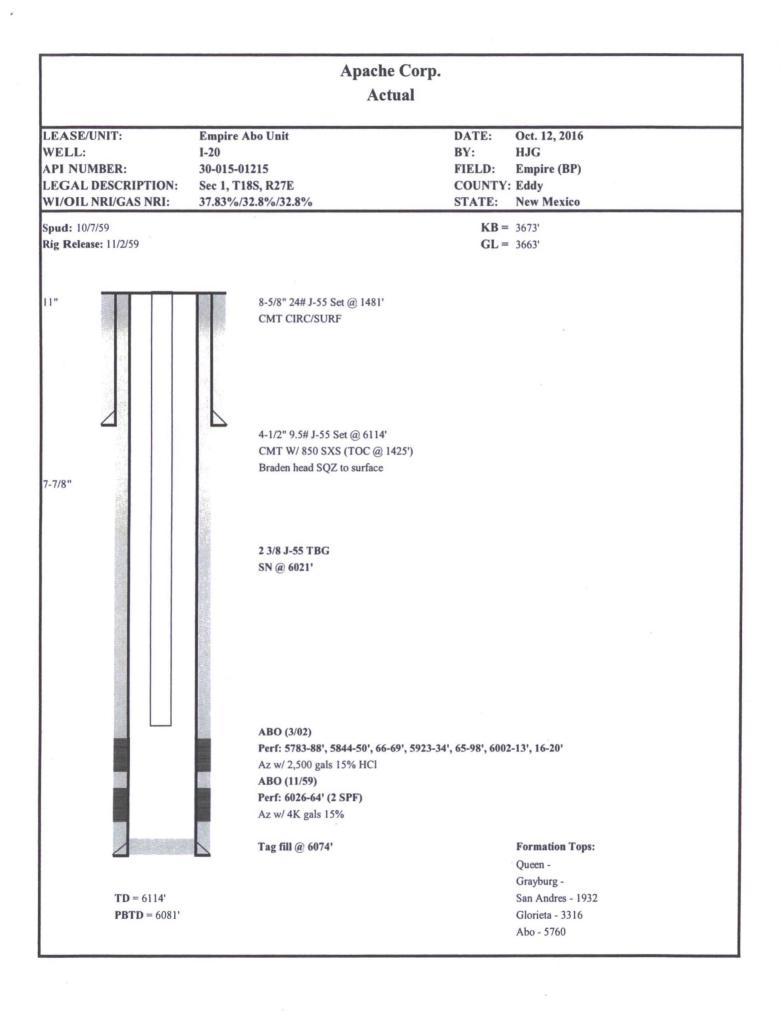
October 12, 2016

Empire ABO Unit # I-20 API # 30-015-01215 Eddy County, NM Surface Casing: 8-5/8" 24# Set @ 1,483' Production Casing: 4-1/2" 9.5# Set @ 6,114' Producing Interval: 5,783-6,064'

Objective: Isolate open perfs and TA wellbore

Procedure:

- 1. POOH with rods and tbg
- 2. Set CIBP @ 5,740' and dump bail 35' of cmt
- 3. Fill casing with fluid and pressure test to 500 psi.
- 4. Record the test on a chart and submit for approval



<u>Conditions of Approval</u> Apache Corporation Empire Abo Unit 1 - 20, API 3001501215 T18S-R27E, Sec 01, 667FNL & 666FEL November 29, 2016

Operator is to have the BLM approved NOI procedure with applicable conditions of approval on location for this workover operation.

No record of the braden head squeeze claimed by the Apache wellbore diagram of 10/12/2016 has been found. Submit a dated record of that workover as a BLM sundry.

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.

Temporary Abandonment (TA) BLM Status Approval Requires:

- 1. A Notice of Intent (NOI) Sundry (Form 3160-5) requesting approval to prepare the wellbore for a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A subsequent sundry report that describes compliance with:
 - a. All downhole production artificial lift equipment (tubing, rods, etc.) removed from the casing. A wellbore with a packer set just above producing or injection perforations with annulus integrity above the packer, and loaded with corrosion inhibiting fluid may be considered for TA status by passing a Mechanical Integrity Test.
 - b. The wellbore below all potential production is to be plugged back per permanent plugging procedures. 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. A CIBP set above the top perforations to be permanently abandoned is to be capped with a minimum of 25 sacks cement and placed with tubing, or if the perforations are to be reopened 35 feet of cement may be bailed on the CIBP.
 - c. The wellbore filled with corrosion inhibited fluid.
 - d. At least 24 hours prior to conducting the Mechanical Integrity Test, contact the appropriate BLM office. Eddy County call Carlsbad 575-361-2822.
 - e. Documentation of a 500psig minimum BLM witnessed Mechanical Integrity Test on a one hour full rotation calibrated (within 6 months) recorder chart registering within 35 to 75 per cent of its full range. Greater than 10% pressure leakoff will be viewed as a failed MIT. Verify all annular casing vents are plumbed to surface and those valves open to the surface during this pressure test. Pressure leakoff will be evaluated site specifically and affect approvals.

- 3. Submit a Subsequent Sundry Notice (Form 3160-5) requesting TA approval with a description of the preparation for temporary abandonment approval, a clear copy or the original Mechanical Integrity Test chart, a current wellbore diagram, and **justification** for not plugging. Justification is listing the proposed beneficial use and reasonable expected dated events to initiate a conversion to beneficial use. Often overlooked is a backlog of wells that have no potential beneficial use (should have been plugged and abandoned) that create a status surplus.
- 4. This BLM TA NOI Approval is for WELLBORE PREPARATION ONLY. BLM IS NOT APPROVING TA Status FOR THIS WELL. If warranted, TA approval status for a specified time limit will be noted with BLM acceptance of the subsequent report of preparations and justification.
- 5. Workover approval is good for 90 days (completion to be within 90 days of approval).
- 6. Should Mechanical Integrity Test not prove wellbore integrity or not be conducted submit a procedure to repair or plug and abandon the well for BLM approval within 30 days of the MIT.