OCD-ARTESIA

Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM A OM B No Expires.	PPROVED 1004-013 -31, 20

DELAKTMENT OF THE		Expires. 31, 200	
BUREAU OF LAND MAN	5. Lease Serial No NM SWD-1186 DC 01877		
SUNDRY NOTICES AND RE	6 If Indian, Allottee or Tribe Name		
abandoned well. Use Form 3160 - 3 (
SUBMIT IN TRIPLICATE- Other inst	7 If Unit or CA/Agreement, Name and/or No		
1. Type of Well Oil Well口山 Gas Well山口 Vother	8 Well Name and No.		
2 Name of Operator Mesquite SWD, Inc. OGRID 161968	Big Eddy SWD #1		
3a. Address 3b Phone No (include area code)		9 API Well No 30-015-05819 /	
P.O. Box 1479, Carlsbad, NM 88221	575-706-1840	10 Field and Pool, or Exploratory Area	
4 Location of Well (Footage, Sec., T, R., M., or Survey Description)	-1001	U. Court and D. H. Court	
Unit P Sec. 3, T20S-RYE LLOO'FEL		11 County or Parish, State	
31 BA		Eddy Co., NM	
12. CHECK APPROPRIATE BOX(ES) TO	INDICATE NATURE OF NOTICE, F	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
Acidize	Deepen Production (St	· —	
Notice of Intent Alter Casing	Fracture Treat Reclamation	Well Integrity Other Re-enter for SWD	
Subsequent Report Casing Repair Change Plans	New Construction Recomplete Plug and Abandon Temporarily A		
Final Abandonment Notice Convert to Injection	Plug Back . Water Disposal		
Attach the Bond under which the work will be performed or provious following completion of the involved operations. If the operation testing has been completed. Final Abandonment Notices shall be determined that the site is ready for final inspection.) Rig-up deep WO unit. DO cmt plugs in 9-5/8" csg w/ 8-Finish drlg intermediate plug, BP + cmt 10,600', tag cmt 11,345'. Tag top 5-1/2" liner 11,345'. Test csg to 2853 ps. Remote kill line installed prior to testing system and test 2853 psi. CO OH/cmt/retainer (12,555') to above 5-1/2' re-sqz perf intervals. Test to 2853 psi. If above casing the drill-out 5-1/2" shoe, CO to original OH TD 14,205'. Nestimated 30,000 gal 20% HCl. TOH lay-down work structured to the structure of the	a results in a multiple completion or recompletion of filed only after all requirements, including reclar 5/8" bit into intermediate plug approx 2,26 td/BP 11,345'. Test esg and sqzd perfs (10,6 i. Test 5M BOP/BOPE to 5000# w/HCR vated to stack pressure. Reduce bit to 4-5/8" " shoe @12,970'. Test esg to 2853 psi to test ests do not hold run 5-1/2" esg to top of linotify BLM to witness run GR-Neutron logring, run 11,250' 3-1/2" L80 10.3# fiberglas pkr approx 12,950'. Load annulus w/inerts and commence injection to max 2590 psi.	ma new interval, a Form 3160-4 shall be filed once mation, have been completed, and the operator has 90°, notify BLM for BOP/BOPE test to 2000#. 591°-10,710°) to 2853 psi. Drill cmt +BP @ alve, remote kill line and annular to match. CO 5-1/2" to cmt plug 12,408°. Test csg to t sqzd perf interval 12,460°-12,808° If CIT fails ier and circ cmt to surface. WOC. CO cmt, TD to top 5-1/2" liner (11,345°). Acidize OH is coated tbg + 3-1/2" beveled joint L-90 9.3# to fluid. Flange-up head for injection. Release	
Accepted for record	RECEIVED	SEE ATTACHED FOR	
NMOCD RE	AUG 4 2011	CONDITIONS OF APPROVAL	
14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)	NMOCD ARTESIA		
Kay Havenor	· Title Agent		
Signalize in Proceedings in the second	Date	07/12/2011	
THIS SPACE FOR FEDERAL OR STATE OFFICE ADDROVED			
1 H / 11	7.1	MITHOVED	
Approved by Conditions of approval; if iny, are attached "Approval of this notice certify that the applicant holds legal or equatable title to those rights	e does not warrant or in the subject lease Office	JUL 2 1 2011	
which would entitle the applicant to conduct operations thereon			

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

(Instructions on page 2)

CARLSBAD FIELD OFFICE

Big Eddy SWD #1 30-015-05819 Mesquite SWD, Inc July 21, 2011 Conditions of Approval

In addition to the original COA's that were approved with this re-entry:

- 1. Subsequent sundry with completion report and wellbore schematic required.
- 2. Submit an injection survey annually to the BLM.

TAM 072111