

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

EC

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.

N.M. OIL CONSERVATION DIVISION
811 S. FIRST STREET
ARTESIA, NM 88210

5. Lease Serial No. NMNM0115465A
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.
8. Well Name and No. TOLES FEDERAL 1
9. API Well No. 30-005-60782-00-S1
10. Field and Pool, or Exploratory DIAMOND MOUND-MORROW
11. County or Parish, and State CHAVES COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator READ & STEVENS INCORPORATED E-Mail: tcollier@read-stevens.com Contact: TIM COLLIER

3a. Address P.O. BOX 1518 ROSWELL, NM 88202
3b. Phone No. (include area code) Ph: 575-622-3770 Ext: 316

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 34 T15S R27E SWSE 660FSL 1980FEL

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. 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 recompleat 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.)

Mechanical Integrity Test will be performed on the Toles Federal #1. Will test/chart well per BLM regulations. If test is satisfactory will return to production and submit sundry of intentions for approval.

If test is unsatisfactory will submit sundry to plug and abandon well.

NM OIL CONSERVATION
ARTESIA DISTRICT

JUL 14 2014

RECEIVED

**APPROVED SEE ATTACHED
CONDITIONS OF APPROVAL**

Accepted for record
7-29-14
NMBCD

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #248711 verified by the BLM Well Information System
For READ & STEVENS INCORPORATED, sent to the Roswell
Committed to AFMSS for processing by BEVERLY WEATHERFORD on 06/09/2014 (14BMW1845SE)

Name (Printed/Typed) TIM COLLIER Title SR VP, EXPLORATION & DEVELOP
Signature (Electronic Submission) Date 06/06/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By Angela Mayes Title Assistant Field Manager, Lands And Minerals Date 7-2-14
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

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

Revisions to Operator-Submitted EC Data for Sundry Notice #248711

	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	OTHER NOI	OTHER NOI
Lease:	NMNM0115465A	NMNM0115465A
Agreement:		
Operator:	READ & STEVENS P. O. BOX 1518 ROSWELL, NM 88202 Ph: 575-622-3770	READ & STEVENS INCORPORATED P.O. BOX 1518 ROSWELL, NM 88202
Admin Contact:	TIM COLLIER SR VP, EXPLORATION & DEVELOPMENT E-Mail: tcollier@read-stevens.com Cell: 575-914-5163 Ph: 575-622-3770 Ext: 316	TIM COLLIER SR VP, EXPLORATION & DEVELOPMENT E-Mail: tcollier@read-stevens.com Cell: 575-914-5163 Ph: 575-622-3770 Ext: 316
Tech Contact:	TIM COLLIER SR VP, EXPLORATION & DEVELOPMENT E-Mail: tcollier@read-stevens.com Cell: 575-914-5163 Ph: 575-622-3770 Ext: 316	TIM COLLIER SR VP, EXPLORATION & DEVELOPMENT E-Mail: tcollier@read-stevens.com Cell: 575-914-5163 Ph: 575-622-3770 Ext: 316
Location:		
State:	NM	NM
County:	CHAVES	CHAVES
Field/Pool:	DIAMOND MOUND MORROW	DIAMOND MOUND-MORROW
Well/Facility:	TOLES FEDERAL 1 Sec 34 T15S R27E 660FSL 1980FEL	TOLES FEDERAL 1 Sec 34 T15S R27E SWSE 660FSL 1980FEL

BUREAU OF LAND MANAGEMENT
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201
575-627-0272

Temporary Abandonment of Wells on Federal Lands
Conditions of Approval

A temporary abandoned well is defined as a completion that is not capable of production in paying quantities but 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 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.
 - 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 with a 10% allowable leakoff.
 - 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 BLM Roswell Field Office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status up to 12 months.

1. Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.
2. Attaches a clear copy of the original pressure test chart.
3. Provided 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.
4. Describes the temporary abandonment procedure.

The TA status could be extended without another casing integrity test provided there was no leak-off during the test and the test was witnessed by a BLM representative.

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.

Ref: IM: NM-95-022 (12/16/1994)