Form 3160- 5 (August, 2007) 5

OCD-ARTESIA

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004- 0137
Expures July 31, 2010

BUREAU OF LAND MANAGEMENT							Expires July 31, 2010		
SUNDRY NOTICES AND REPORTS ON WELLS							5 Lease Senal No NMNM-100316		
	Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.						6 If Indian, Allottee, or Tribe Name		
							7 If Unit or CA Agreement Name and/or No		
١	Type of Well		n	FO 4 1	2000				
	Oil Well X Gas Well	Other	U	EC 11	2000	8 Well Name an	id No		
Name of Operator			OCD-ARTESIA			Kickapoo Federal Com #1			
		larboo Ellergy Corporation				9 API Well No			
3 a	Address P.O. Box 227			3b Phone No (include area code)			30-015-30770		
	Artesia, NM 88211-0227			575-748-3303			10. Field and Pool, or Exploratory Area		
4	Location of Well (Footage, Sec., T		I	at.		Wildca	t Mississip	pian (Gas)	
2094' FSL & 1773' FEL, Unit J (NWSE)			Long.			11. County or Parish, State			
	2074 13L & 1773 1 L	L, Ollit J (NW3L)		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	*	Eddy	/	NM	
	CHECK APPROF	PRIATE BOX(S) TO IND	ICATE NAT	URE OF	NOTICE, REPOR	RT, OR OTHE	R DATA		
TYPE OF SUBMISSION , T					PE OF ACTION				
	X Notice of Intent	Acidize	Deepen		Production (S	tart/ Resume)	Water S	Shut-off	
		Altering Casing	Fracture	Treat	Reclamation		Well In	tegrity	
	Subsequent Report	Subsequent Report Casing Repair		New Construction		Recomplete		Other	
	Change Plans		Plug and abandon X Temporarily A		Abandon				
	Final Abandonment Notice	Final Abandonment Notice Convert to Injection		Plug back Water Disposa					
13	Describe Proposed or Completed If the proposal is to deepen dire Attach the Bond under which the following completion of the invol testing has been completed Fina determined that the site is ready for	ctionally or recomplete horizon work will performed or provide ved operations. If the operation I Abandonment Notice shall be	tally, give subsu te the Bond No results in a mi	on file with	ons and measured and the BLM/ BIA Requestion or recompletion	true vertical dept uired subsequent r in a new interval,	ths or pertinent reports shall be a Form 3160-	at markers and sands e filed within 30 day -4 shall be filed onc	
Marbob Energy Corporation requests TA status for this well.									

We would like to retain this wellbore for possible horizontal lateral, pending evaluation of offset horizontal well to be be drilled to the West.

We will submit a mechanical integrity test when completed.

CIBP needs to be placed within 50 feet of top Perf. with cement on top. MIT need s to be witnessed by BLM. Provide justification and estimated date well will be recompleted.

ACCEPTED FOR RECORD

DEC 12 2008

Gerry Guye, Deputy Field Inspector NMOCD-District II ARTESIA

te well will be recompleted.	NMOCD-District II ARTESIA						
14 I hereby certify that the foregoing is true and correct Name (Printed Typed) Stormi Davis	Title Production Assistant						
Signature How Donnes	Date 10/23/08						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
/s/ JD Whitlock Jr	Tute LPET Date 13/0/08						
Conditions of approval, if any are attached Approval of this notice does not we certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations							
Title 18 U S C Section 1001 AND Title 43 U S C Section 1212, make it a States any false, fictitiousor fraudulent statements or representations as to any ma	crime for any person knowingly and willfully to make any department or agency of the United tter within its jurisdiction						

(Instructions on page 2)

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

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.
 - 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 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.
- 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.

Wells that successfully pass the casing integrity test will be approved for Temporary Abandonment (TA) status for a 12 month period provided that the operator:

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

The TA status could be extended for an additional 12 month period without another casing integrity test provided there was no leak-off during the test and the test was witnessed by a BLM representative. The operator must submit a sundry notice requesting an extension of TA status 30 days prior to expiration of the previous approval and appropriate justification for extending the TA status is included.

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.