Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

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

5. Lease Serial No. NMNM2748

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.				NMNM2748 6. If Indian, Allottee or Tribe Name			
1. Type of Well Gross				8. Well Name and No. GISSLER B 21			
2. Name of Operator Contact: LESLIE M GARVIS				9. API Well No.			
BURNETT OIL CO., INC. E-Mail: Igarvis@burnettoil.com				30-015-25220			
3a. Address BURNETT PLAZA - STUITE 1500 801 CHERRY STREEPh: UNIFORDESWOFE H, 63266102 FORT WORTH, TX 76102				10. Field and Pool, or Exploratory LOCO HILLS GLORIETA YESO			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)				11. County or Parish, and State			
Sec 12 T17S R30E 1980FNL 1980FWL				EDDY COUNTY COUNTY, NM			
12. CHECK APP	ROPRIATE BOX(ES) TO INDI	ICATE NATURE OF	NOTICE, RE	PORT, OR OTHE	R DATA		
TYPE OF SUBMISSION TYPE OF ACTION							
Notice of Intent ■ Notice of Intent Notice of	☐ Acidize	□ Deepen	☑ Production	etion (Start/Resume) Wate		Off	
-	☐ Alter Casing	☐ Fracture Treat	□ Reclamat	tion	■ Well Integri	ty	
☐ Subsequent Report	☐ Casing Repair	■ New Construction	□ Recompl	ete	Other		
☐ Final Abandonment Notice	· -	□ Plug and Abandon	•	rarily Abandon			
	Convert to Injection	☐ Plug Back	☐ Water Di	sposal			
following completion of the involved testing has been completed. Final Al determined that the site is ready for f	rk will be performed or provide the Bon d operations. If the operation results in a bandonment Notices shall be filed only a inal inspection.) permission to return this well to lo	a multiple completion or rec after all requirements, includ	ompletion in a neding reclamation, below SEE	w interval, a Form 316 have been completed, a	0-4 shall be filed on and the operator has	ace S	
procedure.			CON	DITIONS OF	APPROVA	L	
plug. TIH w/ BP inj tbg, presst and TIH to tag btm. POOH. P 3,040?. TOOH w/ tbg. MIRU v wireline. MIRU cementers, pump 225 s reverse unit & power swivel.	2 7/8? work string. Release PK ure test tbg to 2,000 psi. TOOH U RBP and 2 7/8? work string, 7 vireline, TIH w/ guns, perforate 5 ex cement down 5 ??, circulate u PU 4 ?? bit, 6 DC?s and 2 7/8? si, hold 30 minutes. TOOH. TIH	standing back tbg, rem FIH. Set RBP at 3,000 5?? 15.50# csg at 130 p annulus to surface. F work string, TIH DO ce	, LD PKR, ins nove BP. PU b ?. Top perf is 0?, TOOH RD RDMO cemen ement and tes	tall bull bit MO RI ters. MIRU	ECEIVE	D	
11/26/2013				NMOCD ARTESIA			
14. I hereby certify that in the bone of t	Committed to AFMSS for process	CO., INC., sent to the C sing by JOHNNY DICKE	Carlsbad	3/2013 ()			
, , , , , , , , , , , , , , , , , , , ,		71200			·····		
Signature (Electronic S	Submission)	Date 10/23/2	.013		4575	٦	
	THIS SPACE FOR FE	DERAL OR STATE	OFFICE US	E_APPKU	VED_		
_Approved By	Title		NOV 19	2013 Date	 		
Conditions of approval, if any, are attached ertify that the applicant holds legal or equi which would entitle the applicant to condu	lease Office		Is/ Chris V	Nalls			
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crime fo statements or representations as to any n	or any person knowingly and	willfully to mak	e to any department of	agency of the Unite		

Additional data for EC transaction #224202 that would not fit on the form

32. Additional remarks, continued

laydown RBP. TIH with bit & scraper Clean out well to PBTD of 3500?, TOOH, LD bit & scraper. RDMO reverse unit & power swivel. PU PKR, TIH w/ tbg. Set PKR at 2950?. Pump 3,000 gallons 15% HCL, perform ball out acid job. Release PKR, knock balls off perfs, TOOH w/ work string laying down. PU inj PKR, TIH w/ inj tbg, set PKR at 2900? ND BOP, RDMO WOR, haul 2 7/8? work string back to yard. Return well to injection.

We would like to begin this work on 10/24/13.

Conditions of Approval

Burnett Oil Co., Inc. Gissler B – 21 API 3001525220, T17S-R30E, Sec 12

November 18, 2013

- 1. Additional cement may be required as the excess calculates to 14% for gauge hole. Uncertainty is known about washout in the salt formation-additional cement is recommended.
- 2. Due to being within the Lesser Prairie Chicken habitat, this workover activity will be restricted to the hours of 9:00am through 3:00am for the period of March 1 through June 15. Exceptions to these restrictions may be granted by BLM's Johnny Chopp <i hep-square significant structure of the period of March 1 through June 15. Exceptions to these restrictions may be granted by BLM's Johnny Chopp <i hep-square significant significant
- 3. Before casing or a liner is added or replaced, prior BLM approval of the design is required. Use notice of intent Form 3160-5.
- 4. Subject to like approval by the New Mexico Oil Conservation Division.
- 5. Considering that the well is to be used for commercial water disposal a BLM Right of Way Agreement is to be secured before its use.
- 6. Surface disturbance beyond the existing pad shall have prior approval.
- 7. A closed loop system is required. The operator shall properly dispose of drilling/circulating contents at an authorized disposal site. Tanks are required for all operations, no excavated pits.
- 8. Functional H₂S monitoring equipment shall be on location.
- 9. 2000 (2M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. A ram system including a blind ram and pipe ram(s) designed to close on all of the work string(s) used is required equipment. Manual BOP closure (hand wheels) equipment shall be installed regardless of BOP design. Function test the installed BOPE to 500psig when well conditions allow. Related equipment, (choke manifolds, kill trucks, gas vent or flare lines, etc.) shall be employed when needed for reasonable well control requirements.
- 10. All waste (i.e. trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.
- 11. Note: Procedure states that the top perf is 3040. Records indicate 2896-952 was perforated 08/09/1985.
- 12. After the proposed cement squeeze is successful, run and provide BLM with an electronic copy (Adobe Acrobat Document) cement bond log record from 2800 or below

to top of cement. The CBL may be attached to a <u>pswartz@blm.gov</u> email. The CFO BLM on call engineer may be reached at 575-706-2779.

- 13. Workover approval is good for 90 days (completion to be within 90 days of approval). A legitimate request is necessary for extension of that date.
- 14. File intermediate **subsequent sundry** Form 3160-**5** within 30 days of any interrupted workover procedures and a complete workover subsequent sundry.
- 15. Submit the BLM Form 3160-4 **Recompletion Report** within 30 days of the date all BLM approved procedures are complete.

Well with a Packer - Operations

- 1) Conduct a Mechanical Integrity Test of the tubing/casing annulus after a tubing, packer or casing seal is established. Repair that seal any time more than five barrels of packer fluid is replaced within 30 days.
- 2) The minimum test pressure should be 500 psig for 30 minutes or 300 psig for 60 minutes, with minimum 200 psig differential between tubing and casing pressure (at test time) but no more than 70% of casing burst pressure as described by Onshore Order 2.III.B.1.h. (The tubing or reservoir pressure may need to be reduced). An alternate method for a BLM approved MIT is to have the fluid filled system open to atmospheric pressure and have a loss of less than five barrels in 30 days witnessed by a BLM authorized officer.
- 3) Document the pressure test on a one hour full rotation calibrated recorder chart registering within 25 to 85 per cent of its full range. Greater than 10% pressure leakoff will be viewed as a failed MIT. Less than 10% pressure leakoff will be evaluated site specifically and may restrict injection approval.
- 4) Make arrangements 24 hours before the test for BLM to witness. In Eddy County email Paul R. Swartz pswartz@blm.gov or phone 575-200-7902, if there is no response, 575-361-2822. If no answer, leave a voice mail or email with the API#, workover purpose, and a call back phone number. Note the contact, time, & date in your subsequent report.
- 5) Submit a subsequent Sundry Form 3160-5 relating the MIT activity. Include a copy of the recorded MIT pressure chart. List the name of the BLM witness, or the notified person and date of notification. NMOCD is to retain the original recorded MIT chart.
- 6) Use of tubing internal protection, tubing on/off equipment just above the packer, a profile nipple, and an in line tubing check valve below the packer or between the on/off tool and packer is a "Best Management Practice". The setting depths and descriptions of each are to be included in the subsequent sundry. List (by date) descriptions of daily activity of any previously unreported wellbore workover.
- 7) Submit the original subsequent sundry with three copies to BLM Carlsbad.
- 8) Unexplained significant variations of rate or pressure to be reported within 5 days of notice.
- 9) If injection pressure exceeds the approved pressure you are required to reduce that pressure and notify the BLM within 24 hours.

- 10) When injection pressure is within 50 psig of the maximum pressure, install automation equipment that will prevent exceeding that maximum. Submit a subsequent report (Sundry Form 3160-5) describing the installed automation equipment within 30 days.
- 11) The casing/tubing annulus is required to be monitored for communication with injection fluid or loss of casing integrity. A BLM inspector may request verification of a full annular fluid level at any time.
- 12) A "Best Management Practice" is to maintain the annulus full of packer fluid at atmospheric pressure. Equipment that will display on site, continuous open to the air fluid level is necessary to achieve this goal.
- 13) Loss of packer fluid above five barrels per month indicates a developing problem. Notify BLM Carlsbad Field Office, Petroleum Engineering within 5 days.
- 14) A suggested format for monthly records documenting that the casing annulus is fluid filled is available from the BLM Carlsbad Field Office.
- 15) Gain of annular fluid requires notification within 24 hours. Cease injection and maintain a production casing pressure of 0 psia. Notify the BLM's authorized officer ("Paul R. Swartz" cpswartz@blm.gov>, cell phone 575-200-7902). If there is no response phone 575-361-2822.
- 16) Submit a (Sundry Form 3160-5) subsequent report (daily reports) describing all wellbore activity and Mechanical Integrity Test as per item 1) above. Include the date(s) of the well work, and the setting depths of installed equipment: internally corrosive protected tubing, tubing on/off equipment just above the packer, and an in line tubing check valve below the packer or between the on/off tool and packer. The setting depths and descriptions of each are to be included in the subsequent sundry. List daily descriptions of any previously unreported wellbore workover(s) and reason(s) the well annular fluid was replaced.

Access information for use of Form 3160-5 "Sundry Notices and Reports on Wells"

NM Fed Regs & Forms - http://www.blm.gov/nm/st/en/prog/energy/oil_and_gas.html

§ 43 CFR 3162.3-2 Subsequent Well Operations.

 \S 43 CFR 3160.0-9 (c)(1) Information collection.

§ 3162.4-1 (c) Well records and reports.



Walls, Christopher < cwalls@blm.gov>

RE: Cement Info for Gissler B 21 WIW

1 message

 Thu, Nov 21, 2013 at 8:34 AM

Chris,

Here is the cement info for the Gissler B 21:

225 sxs C Neat w/ 2% PF1 (Calcium Cloride) on the side

Density: 14.8

Yield: 1.33

H20: 6.323

Please let me know if you have any questions or need any additional info.

Thank you

Leslie M. Garvis
Regulatory Coordinator
Burnett Oil Co., Inc.
Burnett Plaza-Suite 1500
801 Cherry Street - Unit #9
Fort Worth, TX 76102
Office: 817.332.5108 ext 6326

Fax: 817.332.2438

Email: lgarvis@burnettoil.com

From: Leslie Garvis

Sent: Wednesday, November 20, 2013 3:01 PM

To: cwalls@blm.gov **Subject:** Cement Info

Hi Chris,