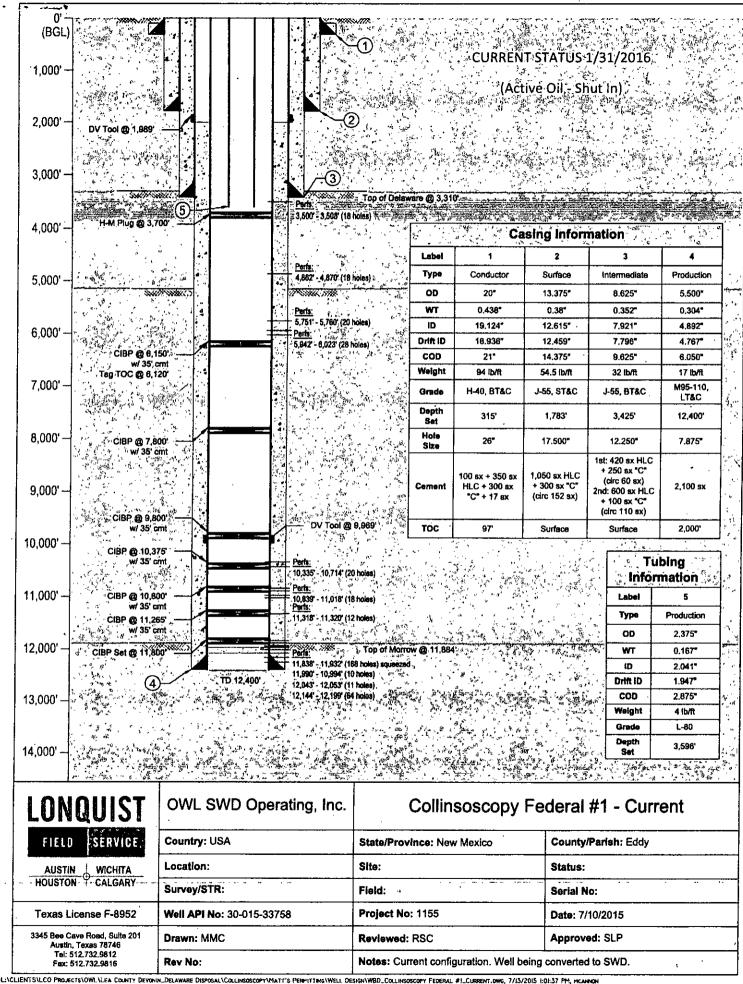
Potra 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

OCD-ARTESIA

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.  SUBMIT IN TRIPLICATE - Other instructions on reverse side.					NMNM112273			
					6. If Indian, Allottee or Tribe Name			
					7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well  ☐ Gas Well ☐ Other					8. Well Name and No. COLLINSOSCOPY FEDERAL 1			
Name of Operator Contact: KATY WELCH OWL SWD OPERATING, LLC E-Mail: kwelch@oilfieldwaterlogistics.com					9. API Well No. 30-015-33758			
3a. Address 8214 WESTCHESTER DRIVE DALLAS, TX 75255	o, (include area codé 34-0427	•)	10. Field and Pool, or Exploratory BURTON FLAT; DELAWARE					
4. Location of Well - (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, and State			
Sec 7 T20S R30E Mer NMP SWSW 1095FSL 430FWL					EDDY COUNTY, NM			
12. CHECK APPE	ROPRIATE BOX(ES) TO	INDICATE	ENATURE OF	NOTICE, R	EPORT, OR OTHE	R DATA		
TYPE OF SUBMISSION TYPE				F ACTION				
Notice of Intent	☐ Acidize	Dec	☐ Deepen		tion (Start/Resume)	■ Water Shut-Off		
• -	☐ Alter Casing	🗖 Frac	cture Treat	□ Reclan	nation	□ Well Integrity	ý	
☐ Subsequent Report	☐ Casing Repair	☐ New Construction		☐ Recom	plete	□ Other		
☐ Final Abandonment Notice	☐ Change Plans	□ Plug	□ Plug and Abandon		rarily Abandon			
	Convert to Injection	□ Plug	Back	□ Water !	Disposal			
testing has been completed. Final Abandonment Notices shall be filed only after all requirements, include determined that the site is ready for final inspection.)  MIRU - RUPU - Install BOP & Test. Conduct Safety Meeting.  Pull existing production equipment; rods, pump and 2.375? tubing.  RIH Set CIBP @ 3450' and cap w/ 35' cmt. POOH. (Perfs: 3500'-3508')  >24 hr MIT notice to BLM.<					SUBJECT TO LIKE  APPROVAL BY STATE			
MIT 5.5? csg to 1500 psi.  Remove horsehead; optional: remove pumping unit.  RDPU; clean location.  NM OIL CONSERVATION  ARTESIA DISTRICT								
			R 1 4 2016		SEE ATTACH DITIONS OF			
WITNESS.		RECEIVED		Accepted to NMO				
14. I hereby certify that the foregoing is	Electronic Submission #3	OPERATING	, LLC, sent to the	e Carlsbad	_			
Name (Printed/Typed) BEN STO	NE		Title AGENT	CONSUL	TANT		<del></del>	
Signature (Electronic S	ubmission)		Date 01/31/2	016	APPRO\	/ED		
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE	Prije in i		
Approved By	×8		Title		FEB 12 2	016 Date		
conditions of approval, if any, are attached. Approval of this notice does not warrant or ertify 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		REAU OF LAND MA	<u> </u>		
itle 18 U.S.C. Section 1001 and Title 43 U.States any false, fictitious or fraudulent st	J.S.C. Section 1212, make it a c tatements or representations as t	rime for any pe o any matter wi	rson knowingly and thin its jurisdiction.	willfully to ma	ake Altahyatefulum lindah	genic Vol. the United		



## **Conditions of Approval**

## OWL SWD Operating, LLC Collinsoscopy - 01, API 3001533758 T20S-R30E, Sec 07, 1095FSL & 430FWL February 12, 2015

- 1. Operator is required to have the BLM approved NOI procedure with applicable conditions of approval on location for this workover operation.
- 2. Subject to like approval by the New Mexico Oil Conservation Division.
- 3. Surface disturbance beyond the existing pad must have prior approval.
- 4. 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.
- 5. Functional H<sub>2</sub>S monitoring equipment shall be on location.
- 6. 2000 (2M) Blow Out Prevention Equipment to be used. All BOPE and workover procedures shall establish fail safe well control. Ram(s) for the work string(s) used is required equipment. Manual BOP closure system including a blind ram and pipe ram(s) designed to close on all (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.
- 7. 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.
- 8. After setting the top plug, load the hole with packer fluid, shut down over night and schedule a charted casing integrity test of 500psig minimum. Document the pressure 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 may restrict continued operation approval. Twenty four hours before the test contact BLM to witness; 575-361-2822 as work begins. Procedures are to be witnessed. If no answer, leave a voice mail with the API#, workover purpose, and a call back phone number. Include a copy of the chart in the subsequent sundry for this workover.
- 9. Submit a subsequent Sundry Form 3160-5 relating the dated daily wellbore preparations and CIT activities. File within 30 days with justification for temporary abandonment and expected time table for returning the well to "beneficial-use".

- 10. 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.
- 11. Approval for <u>WELLBORE TA PREPARATION ONLY</u>. **BLM IS NOT APPROVING** a TA status for this well.
- 12. An inactive/shut-in well bore is a non-producing completion that is capable of "beneficial use" i.e. production in **paying quantities** or of service use. Should "beneficial use" not be achieved submit for BLM approval a plan for plug and abandonment.