Form 3160-5 (June 2015)

(Instructions on page 2)

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

NMOCD Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

	Expires, Janu
5.	Lease Serial No.
	NMNM0503

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 page 2

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

Type of Well Gas Well	8. Well Name and No. COTTON DRAW UNIT 162H					
Name of Operator DEVON ENERGY PROD CO.	9. API Well No. 30-015-39730					
3a. Address 333 WEST SHERIDAN AVE. OKLAHOMA CITY, OK 73102	3b. Phone No. (include area code) Ph: 405-552-6558			10. Field and Pool or Exploratory Area COTTON DRAW		
4. Location of Well (Footage, Sec., T	* ******	11. County or Parish, State				
Sec 11 T25S R31E Mer NMP	SWSW 330FSL 860FWL				EDDY COUNTY, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	, REPORT, OR OTH	ER DATA
TYPE OF SUBMISSION	TYPE OI	TYPE OF ACTION				
Notice of Intent ■ Notice of Intent Notice of Inten	☐ Acidize	☐ Dee	eepen Production		tion (Start/Resume)	☐ Water Shut-Off
·-	☐ Alter Casing	☐ Hyd	ydraulic Fracturing 🔲 Reclamati		ation	■ Well Integrity
☐ Subsequent Report	Casing Repair	■ New	Construction	☐ Recomplete		☐ Other
☐ Final Abandonment Notice	□ Change Plans	Plug	g and Abandon	▼ Temporarily Abandon		
	☐ Convert to Injection	Plug	Back	■ Water Disposal		
determined that the site is ready for f Devon Energy Production Co. This well is uneconomic due to production when capacity is a	, L.P. respectfully request of disposal capacity, but we wailable. Word approve	vill be evaluate	ed regularly and	returned to	Ε,	ARTESIA DISTRICT APR 1 0 2017 RECEIVED ROVAL
	For DEVON ENE For DEVON ENE Committed to AFMSS for p	367667 verifie RGY PROD C	d by the BLM Wel O., L.P., sent to t DEBORAH MCKI	ll Information the Carlsbad INNEY/on 02	n System /23/2017 ()	
Name (Printed/Typed) LINDA GC	עטע		Title REGUL	ATORY SP	EUIALIS I	* / /
Signature (Electronic S			Date 02/21/20		APPRUVEY	
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE U	\$EAR 28 2047	1 had
Approved By			Title		LIMM XX	
Conditions of approval, if any, are attache certify that the applicant holds legal or equ which would entitle the applicant to condu		Office	BURA	KU OF LAND MANASE ARLSBAD FIELD OFFI ARLSBAD FIELD OFFI	YENT	
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 statements or representations as	crime for any pe to any matter w	rson knowingly and thin its jurisdiction.	willfully to m	ake to any department or a	agency of the United

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

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

Approved for a period of 12 months ending 03/28/2017 subject to conditions of approval.

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. CIBP must be capped with minimum 25 sacks cement, placed with tubing, or 35 feet of cement if placed with bailer.
 - 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. Any leak-off will be evaluated.
 - 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.
- 3. 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. 43 CFR 3162.3-4 (a) The operator shall promptly plug and abandon...wells in which oil or gas is not encountered in paying quantities...

Wells that successfully pass the casing integrity test **may** be approved for Temporary Abandonment (TA) status provided that the operator:

- 1. **Submits a subsequent Sundry Notice** (Form 3160-5) requesting TA approval <u>with well bore diagram</u> with all perforations and CIBP's and tops of cement on CIBP's.
- 2. Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.
- 4. Give justification to allow well to be place in TA status and plan for future use of well with time frame that well will be place back on line or plans to P&A well will be submitted.

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.

Cotton Draw Unit 162H

- 1. Well is approved to be TA/SI for a period of 12 months or until 03/28/2018
- 2. This will be the last TA approval for this well.
- 3. Must submit NOI to recomplete or NOI to P&A. Must be submitted by 03/28/2018
- 4. COA's met at this time.