Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR OCD-ARTESIA

BUREAU OF LAND MANAGEMENT

Expires March 31, 2007 5 Lease Serial No

FORM APPROVED

OMB NO 1004-0137

NM-05608 6 If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS not use this form for proposals to drill or to re-enter an

abandoned well. Use Form	n 3160-3 (APD) for	such proposals.		
SUBMIT IN TRIPLICATE - Other instructions on reverse RECEIVED				If Unit or CA/Agreement, Name and/or No lorth Indian Basin Unit
1 Type of Well X Oil Well Gas Well Other 2 Name of Operator		JUN - 9 2010		Well Name and No North Indian #10
	ttn: Jereme Robii	nson (4NM9CD)		asin Unit . API Well No 30-015-27930
P.O. Box 4294, Houston, TX 77210-4294 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) UL "C" 330' FNL & 2310' FWL Sec. 11, T-21-S, R-23-E		(713) 366-3160		10 Field and Pool, or Exploratory Area outh Dagger Draw/Upper PENN
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NAT				ddy County NM
TYPE OF SUBMISSION	BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION			
X Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Production (S Reclamation Recomplete	tart/Resume) Water Shut-Off Well Integrity Other
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	X Femporarily A Water Disposa	
If the proposal is to deepen directionally or recomp Attach the Bond under which the work will be per following completion of the involved operations. It testing has been completed. Final Abandonment N determined that the final site is ready for final inspect TD: 8050 PBTD: 7947 Perfs: 7608-7900000000000000000000000000000000000	formed or provide the Bo f the operation results in Jources shall be filed only tion) 519 & 7654-7830 The Transfer of the Transfer of the Conference of the Transfer of the T	ond No on file with BLM/a multiple completion or reafter all requirements, income of of 4 years with wells in an upper number of wells of P&A well. In regards to this well per rules a	BIA Required subscompletion in a new cluding reclamation, in an annual recover the cours project on 5 at the recomme	sequent reports shall be filed within 30 days with many many merval, a Form 3160-4 shall be filed once have been completed, and the operator has e-up of the T/A status. Time requested will allow se of 4 years to include
MNOCD.		TACHED FOI		
POOH w/ tbg and production equipme Set CIBP 50' above upper perf @ 74 Set 20' cmt on top CIBP	169	TIONS OF AP	PROVAL cepted for n NMOCD	ecord
	T TO LIKE /AL BY STATE		MINIOCD	6/10/10
14 Thereby certify that the foregoing is true and correct Name (PrintedTyped) Jereme Robinson	- J.	Title Regula	atory Analyst	
attle-		Date 05/11/2	2010	
THIS	SPACE FOR FEDE	RAL OR STATE OFF	ICE USE	
Approved by Conditions of approval, if any, are attached. Approval of certify that the applicant holds legal or equitable title to twhich would entitle the applicant to conduct operations the	this notice does not warn those rights in the subjec- ercon	ant or Office CF	<i>1</i>	Date 6/1/2

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. Any leakoff 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.

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.

NIBU #10. Well is approved to be TA/SI for a period of 1 Year ending 6/7/2011. This will be the last and only TA/SI approval until an approved plan of operations is submitted and approved for wells in Indian Basin. Well must be P&A or plans to return to beneficial use submitted by June 7, 2011.