Form 3160-5

UNITED STATES

NM OIL CONS COMMISSION CSF Drawer DD

Artesia

3. BACKSIDE OF TUBING ALREADY CO. 4. CLASSIFY WELL TO TA STATUS. TEI REQUESTING TEMPORARILY ABAND 14. I hereby certify that the foregoing is true and correct. 14. I hereby certify that the foregoing is true and correct.	PI WILL SUBMIT PRESSURE CHART AND SUBSEQUENT	REPORT
4. CLASSIFY WELL TO TA STATUS. TE	PI WILL SUBMIT PRESSURE CHART AND SUBSEQUENT	REPORT
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3. BACKSIDE OF TUBING ALREADY CO.	WIAMS CORROSION INHIBITOR.	area, to a first the second se
	NTAINS COPPOSION INILIPITOR	
2. TEST CASING TO 500 PSI FOR 30 MIN	٧.	
1. NOTIFY BLM 24 HOURS IN ADVANCE	OF WORK.	
work. If well is directionally drilled, give su	is (Clearly state all pertinent details, and give pertinent dates, incubsurface locations and measured and true vertical depths for all ITHE SUBJECT WELL IS FOR SALE AND THE PURCHASE	markers and zones pertinent to this work,)*.
	OTHER: TEMPORARILY ABANI	(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)
Subsequent Report Final Abandonment Notice	Casing Repair Atlering Casing	Water Shut-Off Conversion to Injection
Notice of Intent	Recompletion Plugging Back	New Construction Non-Routine Fracturing
TYPE OF SUBMISSION	Abandonment	/PE OF ACTION Change of Plans
	iate Box(s) To Indicate Nature of Notice, Re	·* · · · · · · · · · · · · · · · · · ·
EAST Line Section 26	Township 17S Range 31E	11. County or Parish, State EDDY , NEW MEXICO
Jnit Letter H : 1980 Feet Fro	om The NORTH Line and 660 Feet From The	10. Field and Pool, Exploaratory Area GRAYBURG JACKSON 7RVS-QN-GB-SA
. Location of Well (Footage, Sec., T., R., M.,		3001505413
Address and Talanhana No.), HOBBS, NM 88240 397-0431	9. API Well No.
. Name of Operator		LEA D 3
. Type of Well: ☐ OIL ☐ GAS	SUBMIT IN TRIPLICATE	8. Well Name and Number
Use "APPLICAT	TON FOR PERMIT " for such proposals	7. If Unit or CA, Agreement Designation
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.		5. Lease Designation and Serial No. LC-029418 B 6. If Indian, Alottee or Tribe Name
	U OF LAND MANAGEMENT	Budget Bureau No. 1004-0135 Expires: March 31, 1993
	TMENT OF THE INTERIOR	FORM APPROVER 10

APPROVED MORIG. SGD.) JOE G. LARA TITLE PETROLEUM ENGINEER CONDITIONS OF APPROVAL, IF ANY: performed Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

BUREAU OF LAND MANAGEMENT CARLSBAD RESOURCE AREA

Temporary Abandonment of Wells on Federal Lands

Conditions of Approval

According 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 casing integrity test as follows:

- Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County call (505) 887-6544; for wells in Lea County call (505) 393-3612.
- A bridge plug or packer shall be set at a maximum of 50 feet above any open perforations or open hole.
- 3. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
- 4. The production casing shall 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 leak-off.

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

- 1. Submits a subsequent Sundry Notice requesting TA approval,
- 2. Attaches a clear copy or the original of the pressure test chart,
- 3. And attaches a detailed justification why the well should not be plugged and abandoned.

The TA status could be extended without another casing integrity test provided there was no leak-off during the test.

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.