Form 3160-5 (June 1990)

UNITED STATES

NM OIL CC.

COMMISSION

Drawer DD

FORM APPROVED

| (34110 1770) | BUREAU OF | LAND MANAC | FERIOR Ar | tesia, NM 88210 | Expires: March 31, 1993 5. Lease Designation and Serial No. | 5 |
|--|----------------------------|---|-------------------------|--|--|------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals | | | | | NM1019 | |
| I. Tarand Meli | SUBMI | T IN TRIPLICA | TE | RECEIVED | 7. If Unit or CA, Agreement Design 14-08-001-11572 | nocia |
| 2. Name of Operator Devon Energy Corp 3. Address and Telephone No. 20 N. Broadway, S 4. Location of Well (Footage, Sec 2380 FSL & 1680 | uite 100, OK | C, OK 73102 Description) 34-T18S-R31E, | Unit K | -0. C. D. | 8. Well Name and No. East Shugart Unit # 9. API Well No. 30-015-26484 10. Field and Pool, or Exploratory And Shugart (Y-SR-Q-G) 11. County or Parish, State Eddy, NM | |
| 12. CHECK APPRO | OPRIATE BOX | s) TO INDICAT | E NATURE (| OF NOTICE, REPOR | RT, OR OTHER DATA | |
| TYPE OF SUBMIS | TYPE OF ACTION | | | | - | |
| Subsequent Report Final Abandonsment 13. Describe Proposed or Completed Opgive subsurface locations and n | erations (Clearly state of | pertinent dotails, and givel depths for all markers | | ntegrity test Indiag estimated date of starting to this work.)* | Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion or Completion or Recompletion Report and Log & | , West lorus.) drilled |
| | (2) Rig up (3) Load ca | pump truck on asing with water be notified 24 h | casing. | e test to 500 psi for testing. | Jun 20 H ST M '94 AREA House SECEIVED | |
| 4. I hereby certify that the foregoing is to Signed | 2. Maha | - En | ndace R. G gineering | | 06-15-94 | |
| Approved by | JOE G. LARA | Title | PETROLE | UM ENGINEER | -14-64 | = |

See attached. TH approval will require

Fitle 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 in 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:

- 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:

- A procedure to repair the casing so that a TA approval can be granted.
- 2. A procedure to plug and abandon the well.