

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.		5. Lease Serial No. NMNM99705
		6. If Indian, Allottee or Tribe Name
		7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	8. Well Name and No. EAGLE SPRINGS 8 FED 2M	
2. Name of Operator HIGH PLAINS OPERATING CO LLC	Contact: BUTCH BUTLER E-Mail: bbutler@highplainsop.com	9. API Well No. 30-043-20950-00-S1
3a. Address BUENA VISTA, NM 81211	3b. Phone No. (include area code) Ph: 719-395-8059	10. Field and Pool, or Exploratory ARENA BLANCA
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 8 T19N R4W NWNE 330FNL 2275FWL 35.898269 N Lat, 107.281021 W Lon		11. County or Parish, and State SANDOVAL COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Suspension of Operations and/or Production
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	on

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

HPOC, LLC is operating with Bond No. NMB 000457.

HPOC, LLC hereby requests long-term shut-in status for the subject well due to continuing low oil prices.

At current prices, HPOC loses about \$5,000 per month to produce this well. Our high-volume lift operation works well at higher oil prices. We have 4 producers in our Entrada program capable of making about 70 BOPD. These wells are not stripper producers. We need about \$60 per barrel WTI oil price to break even at our oil cuts in the 1% to 2% range. There is a lot of future royalty to be paid to ONRR and production tax to be paid to the State of NM when higher oil prices return.

Regarding mechanical integrity of the well, last month, Monica Kuehling with NM OCD came out and we

** Shut-in is approved until 8/23/17*

OIL CONS. DIV DIST. 3

AUG 25 2016

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #348386 verified by the BLM Well Information System
For HIGH PLAINS OPERATING CO LLC, sent to the Rio Puerco
Committed to AFMS for processing by ABDELGADIR ELMADANI on 08/23/2016 (16AE0022SE)**

Name (Printed/Typed) BUTCH BUTLER	Title MANAGER
Signature (Electronic Submission)	Date 08/18/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>ABDELGADIR ELMADANI</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>08/23/2016</u>
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify 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 <u>Rio Puerco</u>		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

NMOCD

Accepted For Record



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONS. DIV DIST. 3

JUL 20 2016

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-6178 FAX: (505) 334-6170
<http://emnr.d.state.nm.us/ocd/District/3/district.htm>

BRADENHEAD TEST REPORT

(submit 1 copy to above address)

Date of Test 7-20-2016 Operator HPOC LLC API #30-0 43 20950
Property Name Eagle Springs & Feed 5m Well No. 5m Location: Unit 3 Section 8 Township 19 Range 4
Well Status (Shut-In or Producing) Initial PSI: Tubing 0 Intermediate N/A Casing 42 Bradenhead 16

OPEN BRADENHEAD AND INTERMEDIATE TO ATMOSPHERE INDIVIDUALLY FOR 15 MINUTES EACH

Testing TIME	PRESSURE				
	Bradenhead			INTERM	
	BH	Int	Csg	Int	Csg
5 min	0		40		
10 min	0		40		
15 min	0		40		
20 min					
25 min					
30 min					

	FLOW CHARACTERISTICS	
	BRADENHEAD	INTERMEDIATE
Steady Flow		
Surges		
Down to Nothing	<input checked="" type="checkbox"/>	
Nothing		
Gas		
Gas & Water		
Water		

If bradenhead flowed water, check all of the descriptions that apply below:

CLEAR FRESH SALTY SULFUR BLACK

5 MINUTE SHUT-IN PRESSURE BRADENHEAD 0 INTERMEDIATE N/A

REMARKS: dead at 2 seconds. puff when opened
after 5 min shut in

By [Signature]
Pumper
(Position)

Witness [Signature]

E-mail address _____