## Form 3160 5 (August 2007)

## HOBBS OCO

New Mexico Oil Conservation Division, District I 1625 N. French Drive

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

UNITED STATES Hobbs, NM 88240 BUREAU OF LAND MANAGEMENT OF THE INTERIOR BUREAU OF THE INTERIOR B

5. Lease Serial No. NM0558287

SUNDAMENOTICES AND REPORTS ON WELLS

6. If Indian, Allottee or Tribe Name

Do not 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.					7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well							
☑ Oil Well ☐ Gas Well / ☐ Other					8. Well Name and No. Morgan B Federal #6		
2. Name of Operator Ridgeway Arizona Oil Corporation					9. API Well No.   30-041-10458		
			(include area cod	ode) 10. Field and Pool or Exploratory Area			
200 N. Loraine, Suite 1440, Midland TX. 79701 432.687.0				Chaveroo-San Andres			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)			11. Country or Parish, State				
B-26-07S-33E / 660 FNL 1980 FEL		Roosevelt Co. NM					
12. CHEC	K THE APPROPRIATE BO	X(ES) TO INDI	CATE NATURI	OF NOTI	CE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION TYPE OF					FACTION		
✓ Notice of Intent  Subsequent Report	Acidize		Deepen		Production (Start/Resume) Water Shut-Off		
	Alter Casing	Fractu	Fracture Treat		Reclamation Well Integrity		
	Casing Repair	☐ New 0	Construction	Rec	omplete	Other	
	Change Plans	Pluga	Plug and Abandon		Temporarily Abandon		
Final Abandonment Notice	Convert to Injection			Wat	ater Disposal		
MIRU PU/POOH w/down hole equip RIH w/bit/scraper to TD - check for RIH w/RBP to 100 ft above top perf If casing does not test - spot leak/pe If casing tests - Remove RBP/RIH v Call BLM to witness MIT (8 5/8, 24# to 367' / 4 1/2, 9.5# to 44	fill - clean out as needed to test casing integrity erform cement squeeze/dri v/tubing/packer - circulate p	oacker fluid	· •				
ACCEPTED APPROVED FORMONTH PERIOD ENDINGMAY 2 7 2011			Second Run Ticket For Load Of Oil From Lease NM-0558287 Was Due MAR 02 2011! Well No. 1-Morgan B Federal Ceased Production In Paying Quantities After NOV 2010 Lease NM-0558287 Will Terminate If Production In Paying Quantities Is Not Established By MAY 27 2011!				
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)							
Andy Chalker			Title Operations Manager				
Signature Asky Coll			Date 04/08/2011				
ACCEPTED FO	R RECEIRISPACE	FOR FEDE	RAL OR ST	ATE OF	FICE USE		
Approved by /S/ DAV	DR. GLAS	S					
			Title		D	Oate	
Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations	title to those rights in the subject	not warrant or co	ertify				
Title 18 U.S.C. Section 1000 And Title 43 fictitious or fraudulen statements bettern		crime for any po	erson knowingly a	nd willfully	to make to any department	or agency of the United States any false	

(Instructions on page 2)

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

## Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporary abandoned well is defined as a completion that is not capable of production in paying quantities but 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 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 with a 10% allowable leakoff.
- 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 BLM Roswell Field Office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Chaves and Roosevelt County, call (575) 420-2832 or after office hours call (575) 627-0205.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status up to 12 months.

- 1. Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.
- 2. Attaches a clear copy of the original pressure test chart.
- 3. Provided 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.
- 4. Describes the temporary abandonment procedure.

The TA status could be extended without another casing integrity test provided there was no leak-off during the test and the test was witnesses by a BLM representative.

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.

Ref: IM: NM-95-022 (12/16/1994)