

Well Name: NELLIS FEDERAL	Well Location: T19S / R33E / SEC 5 / SWSE /	County or Parish/State: LEA / NM
Well Number: 1	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name:
Lease Number: NMNM077002	Unit or CA Name:	Unit or CA Number:
US Well Number: 3002501663	Well Status: Producing Oil Well	Operator: LEGACY RESERVES OPERATING LP

Notice of Intent

Sundry ID: 2646111

Type of Submission: Notice of Intent

Type of Action: Temporary Abandonment

Date Sundry Submitted: 11/30/2021

Time Sundry Submitted: 07:00

Date proposed operation will begin: 12/15/2021

Procedure Description: Legacy Reserves respectfully requests approval to TA the Nellis Federal #1 well according to the following procedure: 1. Notify BLM of intent to MIT 2. MIRU 3. RIH w/ CIBP & set @ 13070'. Cap w/ 35' cmt on top. Tag. 4. Circ well and load casing with fluid. 5. Pressure Test well for MIT 6. Chart and submit to BLM for approval

Surface Disturbance

Is any additional surface disturbance proposed?: No

Conditions of Approval

Specialist Review

NELLIS_FED_1_TA_COA_20211130162442.pdf

Accepted for Record Only

SUBJECT TO LIKE
APPROVAL BY BLM

K7

NMOCD 3/2/22

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Operator Certification

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: TERRI STATHEM**Signed on:** NOV 30, 2021 06:59 AM**Name:** LEGACY RESERVES OPERATING LP**Title:** Mngr Regulatory Compliance**Street Address:** 15 SMITH ROAD, SUITE 300**City:** MIDLAND**State:** TX**Phone:** (432) 221-6332**Email address:** TSTATHEM@LEGACYRESERVES.COM**Field Representative****Representative Name:****Street Address:****City:****State:****Zip:****Phone:****Email address:****BLM Point of Contact****BLM POC Name:** ZOTA M STEVENS**BLM POC Title:** Petroleum Engineer**BLM POC Phone:** 5752345998**BLM POC Email Address:** ZSTEVENS@BLM.GOV**Disposition:** Approved**Disposition Date:** 11/30/2021**Signature:** ZOTA STEVENS

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Operator Electronic Signature: TERRI STATHEM	Signed on: NOV 30, 2021 06:59 AM
Name: LEGACY RESERVES OPERATING LP	
Title: Mngr Regulatory Compliance	
Street Address: 15 SMITH ROAD, SUITE 300	
City: MIDLAND	State: TX
Phone: (432) 221-6332	
Email address: TSTATHEM@LEGACYRESERVES.COM	

Field Representative

Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		

BLM Point of Contact

BLM POC Name: ZOTA M STEVENS	BLM POC Title: Petroleum Engineer
BLM POC Phone: 5752345998	BLM POC Email Address: ZSTEVENS@BLM.GOV
Disposition: Approved	Disposition Date: 11/30/2021
Signature: ZOTA STEVENS	

**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. CIBP must be capped with minimum 25 sacks cement, **placed with tubing**.
 - 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 leak-off 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. 43 CFR 3162.3-4 (a) The operator shall promptly plug and abandon...wells in which oil or gas is not encountered in paying quantities...**

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 with well bore diagram 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.

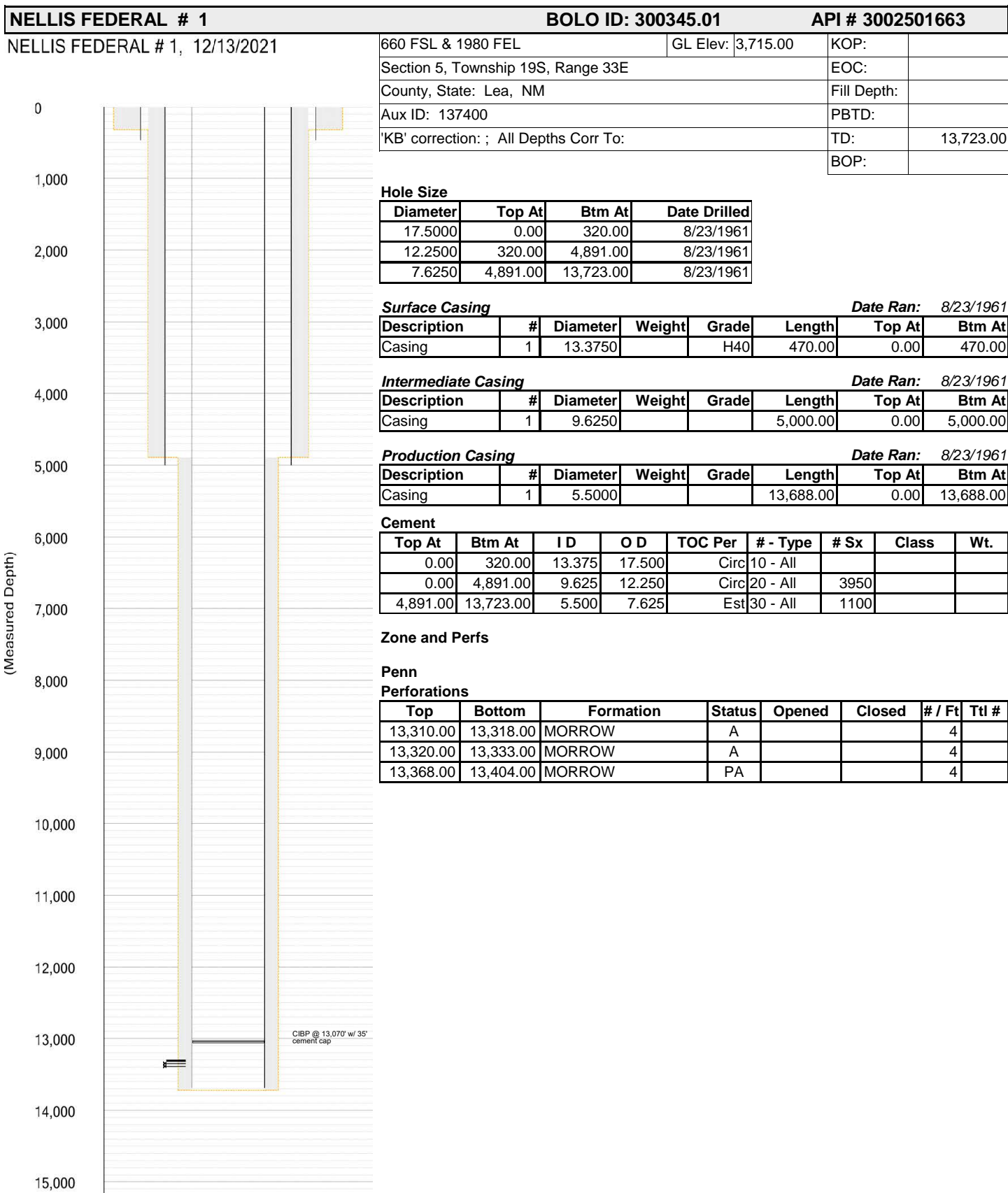
Well Name: NELLIS FED 1 Submit Subsequent Report and well bore diagram with all Perforations and CIBP with tops of cement. Well may be approved to be TA for a period of 12 months or until 12/31/2022 after successful MIT and subsequent report is submitted. If well is not brought into production by 12/31/2022, operator shall P&A the well.

PROPOSED

Wellbore Schematic

Printed: 12/13/2021

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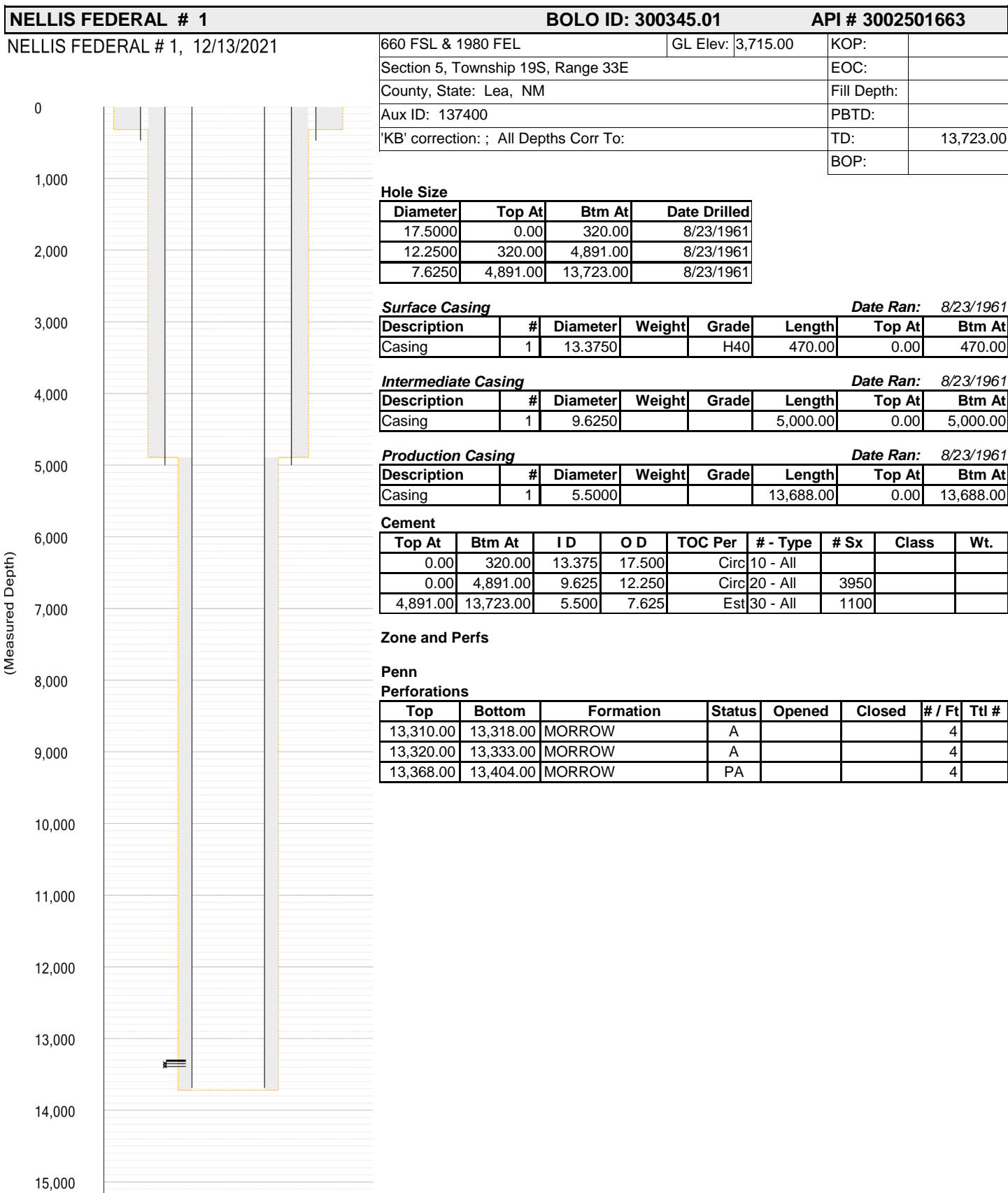


CURRENT

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Page 1

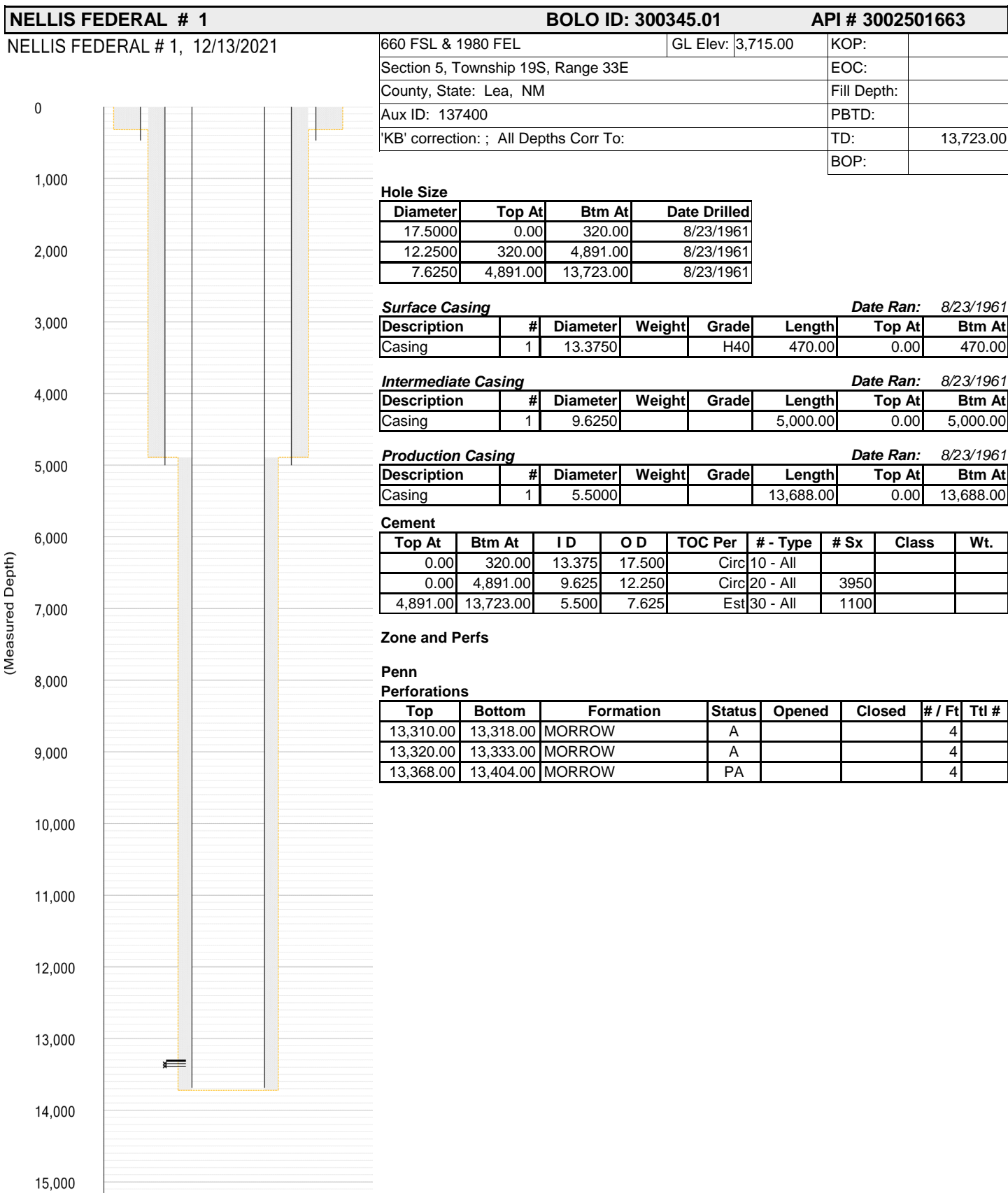


CURRENT

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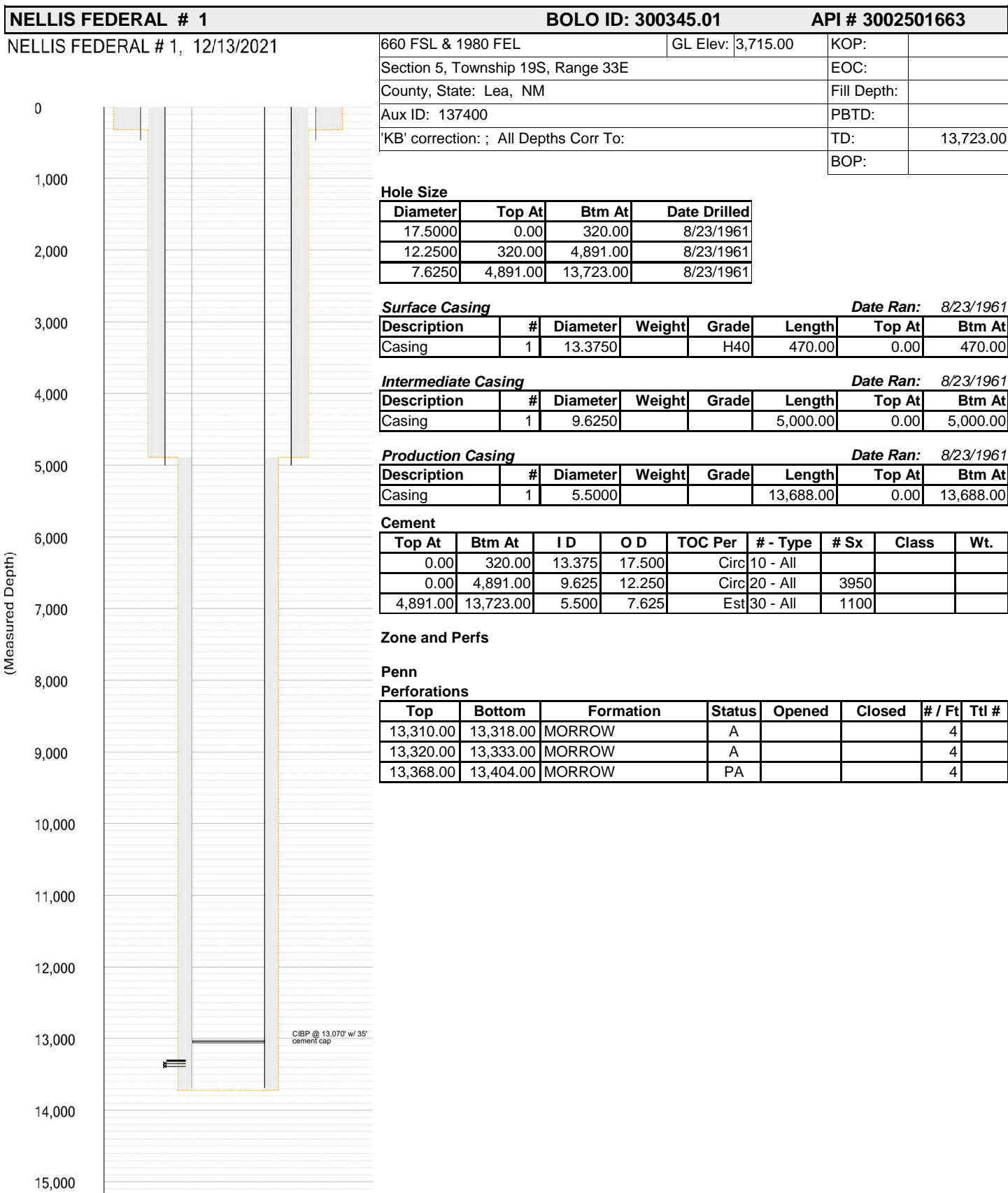


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1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

COMMENTS

Action 66595

COMMENTS

Operator: LEGACY RESERVES OPERATING, LP 15 Smith Road Midland, TX 79705	OGRID: 240974
	Action Number: 66595
	Action Type: [C-103] NOI Temporary Abandonment (C-103I)

COMMENTS

Created By	Comment	Comment Date
plmartinez	PM	3/3/2022

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	Action Type: [C-103] NOI Temporary Abandonment (C-103I)

CONDITIONS

Created By	Condition	Condition Date
kfortner	Like approval from BLM	3/2/2022