Form 3160-5 (April 2004)

N.M. Oil Cons. DIV-Dist. 2

UNITED STATES 1301 W. Grand Avenue DEPARTMENT OF THE INTERIOR SIZE NIM 88210

FORM APPROVED OM B No 1004-0137 Expires March 31, 2007

E	BUREAU OF LAND MANAGEN	AMESIS	I, IVIVI 002	5 Lease Senal No.		
SUNDRY	NOTICES AND REPORT	S ON WE		NM-8431		
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.				6 If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE- Other instructions on reverse side.				7 If Unit or CA/Agreement, Name and/or No		
1 Type of Well ☐ ☐ Gas Well ☐ ☐ Other				8 Well Name and No.		
2 Name of Operator Armstrong Energy Corporation				Ross Federal #4 9 API Well No		
3a Address 3b Phone No. (include area code)				30-005-63604		
P.O. Box 1973, Roswell, NM 88202-1973 575-625-2222 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			•	10 Field and Pool, or Exploratory Area Foor Ranch; Wolfcamp		
1250' FNL & 990' FEL, Sec 7, T10S, R26E UL A				11. County or Parish, State Chaves, NM		
12. CHECK AF	PPROPRIATE BOX(ES) TO INDIC	CATE NATU	RE OF NOTICE, F	EPORT, OR OTHER DATA		
TYPE OF SUBMISSION TYPE OF ACTION						
Notice of Intent Subsequent Report Final Abandonment Notice	Alter Casing Frz Casing Repair Ne Change Plans Plu Convert to Injection Plu	eepen acture Treat ew Construction ug and Abandon ug Back tails, including e	Reclamation Recomplete Temporarily A Water Disposal			
testing has been completed. Fit determined that the site is ready Request T.A. status for the	nal Abandonment Notices shall be filed on	To J Year	rements, including reclar (Please See lest 5-1/2" x 2-3/8" An	in a new interval, a Form 3160-4 shall be filed once nation, have been completed, and the operator has Stipulations, and the operator has nationally and the operator has shall be filed once nation, have been completed, and the operator has shall be filed once nationally and the operator has not operator has n		
TOC @ 3830', CBL Perforations: 5241'-5247' Packer @ 5205' Accepted for record NMOCD			APPROVED F			
14. Thereby certify that the fore Name (Printed/Typed)	going is true and correct	<u> </u>				
Bruce A. Stubbs	k ,	Title	Vice President - Ope	rations		
Signature B	toble	Date	7-18	(-1)		
	THIS SPACE FOR FEDI	ERAL OR	STATE OFFICE	USE		
Approved by /S/ DAVID R. GLASS			PETROLEUM E	NGINEER JUL 27 2011		
Conditions of approval, if any, are attached Approval of this notice does not warra certify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon			Office			
Title 18 USC Section 1001 and Title States any false, fictitious or fraudu	e 43 USC Section 1212, make it a crime lent statements or representations as to a	for any person	knowingly and willfull	y to make to any department or agency of the United		

(Instructions on page 2)
SEE ATTACHED FOR **CONDITIONS OF APPROVAL**



QUEEN 346' PENROSE 420' **GRAYBURG 586'** 12 1/4" HOLE SAN ANDRES 847' 8 5/8"-24 #/FT., J-55, ST&C, @ 1097' 300 SX HLPP + 200 SX. CLASS "C", CIRC. 50 SX. ARMSTRONG ENERGY CORP. **ROSS FEDERAL #4** SEC. 7-T10S-R26E **GLORIETTA 1968'** 1250' FNL & 990' FEL CHAVES COUNTY, NM SPUD DATE: 9-17-03 API No.: 30-005-63604 7 7/8" HOLE TUBB 3466' TOC @ 3830' ABO 4206' ABO 4514-25', 11% POROSITY ABO 4572-80', 13% POROSITY WOLFCAMP 4887' AS-10K PACKER @ 5205' 5241-5247' PENN 5447' STRAWN 5580' **GRANITE WASH 5628'** 5 1/2"=15.5 #/FT., K-55, 8 RD, LT&C @ 5719' 300 SX CLASS "C" TOC @ 3830'

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) 627-0205 or after office hours call (575) 420-2832.

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)