Form 3160-5 (August 2007)

NMOCD

UNITED STATES Artesia
DEPARTMENT OF THE INTERIOR

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

BUREAU OF LAND MANAGEMENT					Expires.	July 51, 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.					S. Lease Serial No. NMLC062052 G. If Indian, Allottee or Tribe Name	
Type of Well ☐ Gas Well					8. Well Name and No. TAMANO (BSSC) 704	
Name of Operator Contact: CRAIG SPARKMAN LEGACY RESERVES OPERATING LÆ-Mail: csparkman@legacylp.com					9. API Well No. 30-015-25893-00-S1	
3a. Address MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-689-5200 Ext: 6334			10. Field and Pool, or Exploratory TAMANO		
4. Location of Well (Faotage, Sec., T.	<u> </u>)	·····		11. County or Parish, and State		
Sec 11 T18S R31E SWNE Tra				' EDDY COUNTY, NM		
12. CHECK APPR	OPRIATE BOX(ES) TO	INDICAT	E NATURE OF 1	NOTICE, RE	PORT, OR OTHE	R DATA .
TYPE OF SUBMISSION	TYPE OF ACTION					
	Acidize		epen	☐ Production (Start/Resume)		☐ Water Shut-Off
■ Notice of Intent	tent		cture Treat	☐ Reclamation		■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction		Recomplete		☐ Other
Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon		Tempora	arily Abandon	
	Convert to Injection	□ Plu	g Back	☐ Water Disposal		
If the proposal is to deepen directiona Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final LEGACY RESERVES OPERA WHILE BEHIND PIPE INTERVABOVE THE TOP OF THE PE	k will be performed or provide operations. If the operation resandonment Notices shall be file in inspection.) TING RESPECTFULLY /ALS ARE IDENTIFIED A	the Bond No. coults in a multiped only after all REQUEST 1	on file with BLM/BIA ble completion or reconstruction of reconstruction of reconstruction of the complete of t	 Required sub impletion in a nation ling reclamation ABANDON 	sequent reports shall be lew interval, a Form 316 t, have been completed, a	filed within 30 days 0-4 shall be filed once and the operator has SSC) UNIT #704
	NM OIL	CONSER	VATION	•		
ARTESIA DISTRICT SEE ATTACHED FOR						
CONDITIONS OF APPROVAL						
Accepted to record NMOCD RECEIVED						
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #3 For LEGACY RESE itted to AFMSS for process	RVES OPER	ATING LP, sent to	o the Carlsba	d	1
Name(Printed/Typed) CRAIG SP.	ARKMAN		Title OPERA	TIONS ENG	INEER_	
Signature (Electronic St			Date 08/28/2		/rkuvyu	
	THIS SPACE FO	R FEDERA	AL OR STATE	OFFICE US	EN 1 0/2016/	
Approved By			Title .	~	mp	KIRAMI
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 DINCAU OF LAND. HANGE ENT CARLSBAD FIFED OFFICE						ENT
Title 18 U.S.C. Section 1001 and Title 43 U. States any false, fictitious or fraudulent st	J.S.C. Section 1212, make it a catements or representations as	rime for any pe o any matter w	erson knowingly and ithin its jurisdiction.	willfully to mak	ce to any department or a	igency of the United



TAMANO (BSSC) UNIT #704

LOCATION: 2310' FNL & 2310' FEL, Sec 11, T18S, R31E

Current Wellbore

FIELD: Tamano (Bone Spring)

COUNTY: Eddy

STATE: New Mexico

GL: 3743'

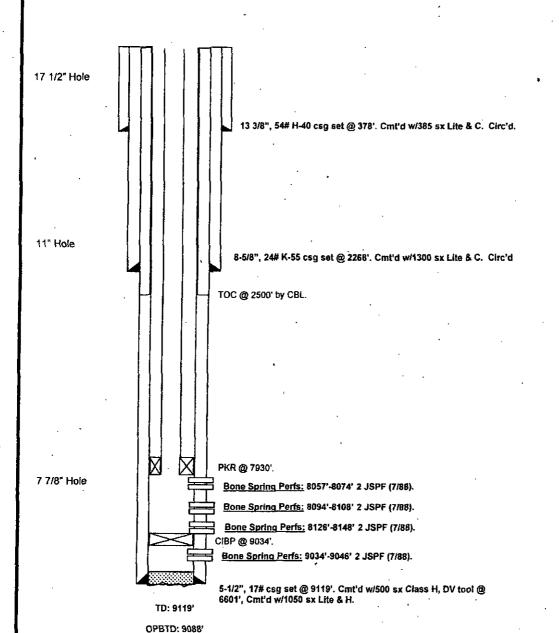
KB: 3758'

SPUD DATE: 5/28/1988

LATEST UPDATE: 8/28/2015

BY: CSPARKMAN

API No: 30-015-25893





TAMANO (BSSC) UNIT #704

LOCATION: 2310' FNL & 2310' FEL, Sec 11, T18S, R31E

Proposed Wellbore

FIELD: Tamano (Bone Spring)

COUNTY: Eddy
STATE: New Mexico

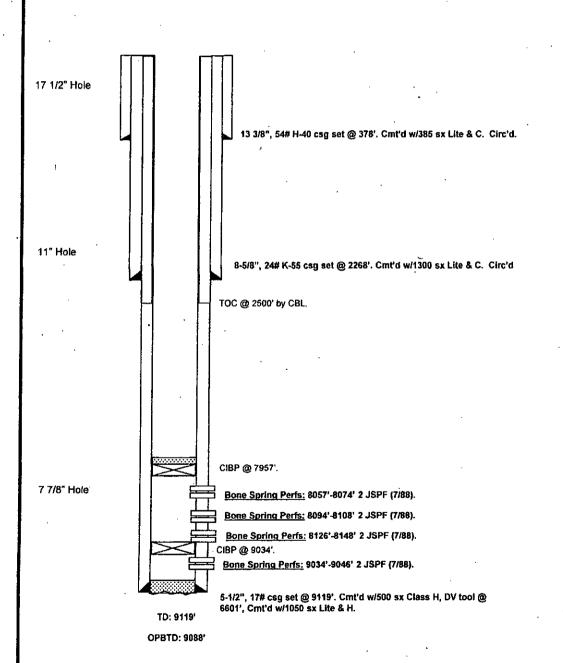
GL: 3743'

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SPUD DATE: 5/28/1988

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BY: CSPARKMAN API No: 30-015-25893



BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Approved for a period of 12 months ending 01/19/2017 subject to conditions of approval.

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, or 35 feet of cement if placed with bailer.
 - 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.

Tamano 704

- 1. Well is approved to be TA/SI for a period of 12 months or until 01/19/2017
- 2. This will be the last TA approval for this well.
- 3. Must submit NOI to recomplete or NOI to P&A. Must be submitted by 01/19/2017
- 4. COA's met at this time.