

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
NM OIL CONSERVATION
ARTESIA DISTRICT
FEB 17 2016

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0137
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.

5. Lease Serial No.
NMLC0289921

6. If Indian, Allottee or Tribe Name

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 SWD

2. Name of Operator
RAY WESTALL OPERATING, INC.

8. Well Name and No.
CEDAR LAKE ADI FEDERAL 1

3a. Address
P.O. BOX 4 LOCO HILLS, NM 88255

3b. Phone No. (include area code)
575-677-2370

9. API Well No.
30-015-25494

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SEC 26, TWP 17S, RNG 30E, N.M.P.M. UL - E, 2140' FNL AND 660' FWL

10. Field and Pool or Exploratory Area
SWD; CISCO-CANYON

11. Country or Parish, State
EDDY COUNTY, NEW MEXICO

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Acidize

☐ Deepen

☐ Production (Start/Resume)

☐ Water Shut-Off

☐ Subsequent Report

☐ Alter Casing

☐ Fracture Treat

☐ Reclamation

☐ Well Integrity

☐ Final Abandonment Notice

☐ Casing Repair

☐ New Construction

☐ Recomplete

☒ Other REQUEST FOR

☐ Change Plans

☐ Plug and Abandon

☐ Temporarily Abandon

AN EXTENSION ON

☐ Convert to Injection

☐ Plug Back

☐ Water Disposal

WELL CONVERSION

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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

RAY WESTALL OPERATING, INC. IS REQUESTING A 90 DAY EXTENSION ON THE CONVERSION OF THE CEDAR LAKE ADI FEDERAL # 1 DUE TO UNFORSEEN FINANCIAL ISSUES WITH INVESTORS IN THIS WELL. ALSO, THE DROP IN OIL PRICES HAVE IMPACTED THE AMOUNT OF WATER PRODUCERS ARE SENDING TO OUR FACILITIES. WE ARE ANTICIPATING THAT WITHIN 90 TO 120 DAYS THE VOLUME OF WATER SENT TO OUR FACILITIES WILL INCREASE AND WE WILL HAVE A NEED FOR THIS WELL. THE CONVERSION PLAN FOR THIS WELL WILL NOT CHANGE.

The well has been shut in (non productive with no beneficial use since 09/2010). The well was approved to be returned to beneficial use within six months of 08/04/2015 or by 02/05/2016. That obligation has not been fulfilled. Submit a NOI to P&A the well within 30 days (before 3/18/16).

DENIED

Accepted for record
(RD) NMLC02 2/26/16

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

Name (Printed/Typed)
RENE HOPE

Title BOOKKEEPER

Signature

Date 01/28/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

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.

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.