Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Artesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMLC029415B

SUNDRY N	OTICES 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.

abandoned we	6. If Indian, Allottee o	6. If Indian, Allottee or Tribe Name				
SUBMIT IN TRIPLICATE - Other instructions on page 2				7. If Unit or CA/Agree	7. If Unit or CA/Agreement, Name and/or No.	
Type of Well Gas Well □ Other				8. Well Name and No. NOSLER FEDERA	8. Well Name and No. NOSLER FEDERAL 3	
Name of Operator Contact: LESLIE GARVIS BURNETT OIL COMPANY INC E-Mail: Igarvis@burnettoil.com				9: API Well No. 30-015-38635-0	9: API Well No. 30-015-38635-00-S1	
3a. Address 801 CHERRY STREET UNIT FORT WORTH, TX 76102-68	ide area code) 30	10. Field and Pool or Exploratory Area FREN				
4. Location of Well (Footage, Sec., T	11. County of Parish, S	State				
Sec 24 T17S R31E SESE 25	EDDY COUNTY	EDDY COUNTY, NM				
12. CHECK THE AI	PROPRIATE BOX(ES) TO	INDICATE N	ATURE OF NOTIC	E, REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION	MISSION TYPE OF ACTION					
Notice of Intent	☐ Acidize	☐ Deepen	☐ Prod	uction (Start/Resume)	☐ Water Shut-Off	
	☐ Alter Casing ☐		Fracturing Recla	mation	☐ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	□ New Cons	truction	mplete	Other	
Final Abandonment Notice	☐ Change Plans	☐ Plug and A	Abandon 🛛 Temj	orarily Abandon	•	
	☐ Convert to Injection	☐ Plug Back	☐ Wate	r Disposal		
following completion of the involved testing has been completed. Final At determined that the site is ready for f Burnett is requesting an exten The TA status was approved to extension to the TA status throughout operator has plans to produce SEE ATTACHED FO CONDITIONS OF A	pandonment Notices must be filed of inal inspection. sion to the previously appropriately the end of February 20 this well and would like time.	ved Temporary 2017 and Burne 18 due to a cha to develop a re This wi well. T March	Ments, including reclama Abandonment of this the is requesting a year operator. The recompletion plan. If be the last TA his well has no	well.	OIL CONSERVATION ARTESIA DISTRICT FEB 1 3 2017 S RECEIVED	
NM	OCD RT 2/13/17	3110W3				
14. I hereby certify that the foregoing is Comn	Electronic Submission #365	L COMPANY INC	, sent to the Carlsbac	1,		
Name (Printed/Typed) LESLIE C	SARVIS / S	Title	REGULATORY C	OØRDINATOR		
Signature (Electronic Submission)			Date 01/27/2017 ADDDOUGD			
	THIS SPACE FOR	FEDERAL OF	STATE OFFICE	USFATTKUV	ZU\/	
Approved By Conditions of approval, if any, are attached the applicant holds legal or equivalent would entitle the applicant to conduct the second the se	nitable title to those rights in the succe operations thereon. U.S.C. Section 1212, make it a crir	oject lease Offi	ce nowingly and willfully to	JAN 3 1/20 EVREAU OF LAVID MANA THE CARLOS BARD FIRELING F		

(Instructions on page 2)
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

And the state of the

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 02/01/2018 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.

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- 1. Well is approved to be TA/SI for a period of 12 months or until 2/01/2018.
- 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 2/01/2018.
- 4. COA's met at this time.