(February 2005)

rited stat**es.M. Oil Cons. Diversist.** 2 DEPARTMENT OF THE INTERIOR W. Grand AVENUE BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires March 31, 2007

5. Lease Serial No

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Do not use this form for proposals to drill or to re-enter an

SUNDRY NOTICES AND REPORTS AN WELLS NM 88210 NM103860 6 If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side 8. Well Name and No.

1. Type of Well Oil Well X Gas Well Other Rio Penasco 9 1H 2. Name of Operator OCD-ARTESIA Fed Com EOG Resources Inc. 9. API Well No. 3b. Phone No (include area code) 3a. Address 30-005-63980 P.O. Box 2267 Midland, Texas 79702 432 686 3689 10. Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec., T., R., M, or Survey Description) Wildcat 1880' FNL & 660' FEL; U/L H 11 County or Parish, State Sec 9, T15S, R27E CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair New Construction Plug and Abandon Change Plans Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal

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

10/09/07 MIRU to attempt completion in San Andres.

10/10/07 Perforate from 2036' to 2052', 0.42", 4 SPF.

Acidized w/ 2500 gals 20% HCL acid.

Swabbed dry.

10/11/07 RIH and set 5 1/2" CIBP at 1958'.

10/12/07 Perforated from 1804' to 1860', 0.42", 4 SPF.

10/13/07 Frac w/ 4000 gals 15% HCL acid, 40194 gals XL gel, 52743 lbs 20/40 sand ETROLEUM ENGINEER

10/14/07 Swabbed dry.

10/16/07 Decision made to abandon completion attempt.

10/17/07 RIH and set 5 1/2" CIBP at 1764'. Ran MIT test.

Request TA authority holding well for Pinnacle observation well.

JAN 14 2008

GARY GOURLEY

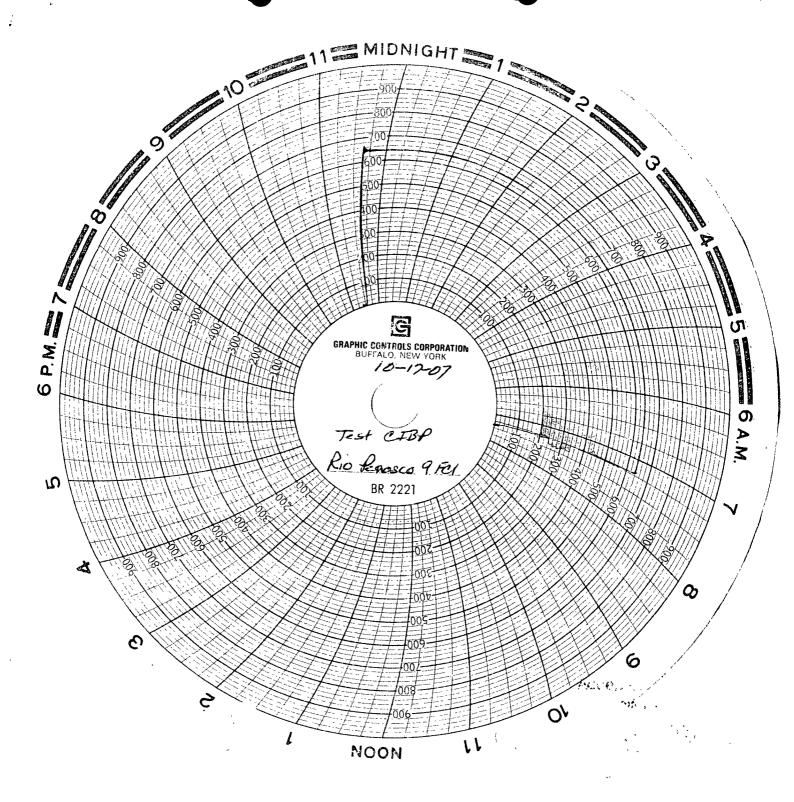
Accepted for record

SEE ATTACHED FOR <u>CONDITIONS</u> OF APPROVAL APPROVED FOR 12 MONTH PERIO

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I hereby certify that the foregoing is true and correct Name (Printed/Typed) Stan Wagner Regulatory Analyst Signature 12/05/07 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title Date 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, makes 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.



BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 505-627-0272

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 casing integrity test as follows:

- 1. 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.
- 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.
- 3. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
- 4. 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.
- Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Chaves and Roosevelt County, call 505-627-0272; Eddy County, 505-234-5972; Lea County 505-393-3612.

Wells that successfully pass the casing integrity test maybe approved for Temporary Abandonment (TA) status for a 12 month period provided that the operator:

- 1. Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.
- 2. Attaches a clear copy or the original of the pressure test chart.
- 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.
- 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 witnessed 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:

- 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 (12/16/94)