Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137

Expires: July 31, 2010

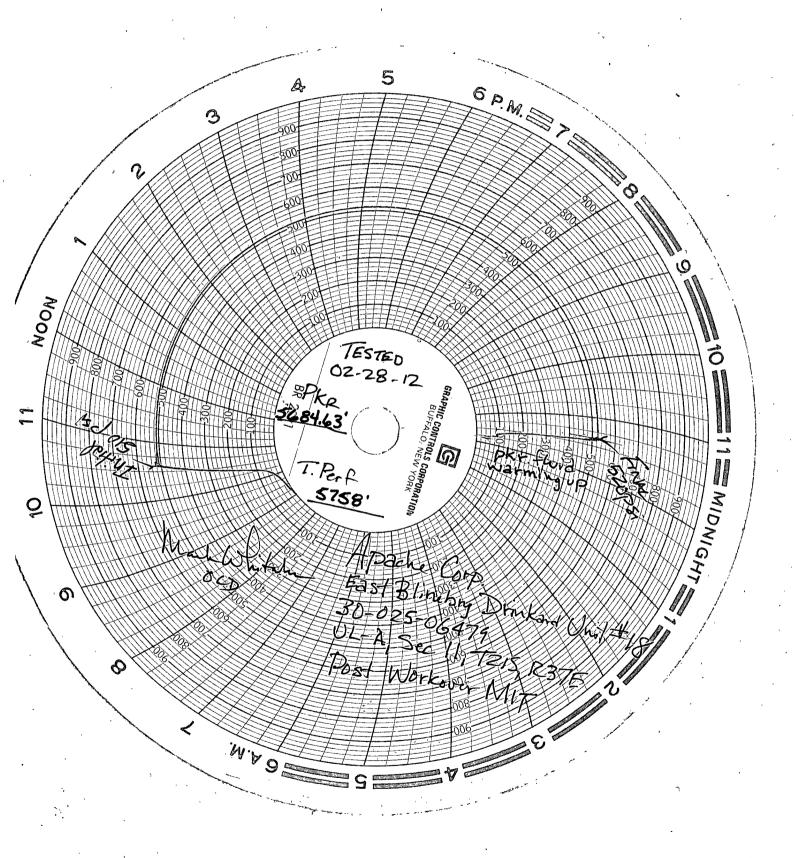
5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS MAR 2 1 2012 LC 032096(b)

SUNDRY NOTICES AND R Do not use this form for propos abandoned well. Use Form 3160-	EPORTS ON WELLS MAK ^D als to drill or to re-enter an 3 (APD) for such proposals	`FIVEĎ	
SUBMIT IN TRIPLICATE	Other instructions on page 2.		7. If Unit of CA/Agreement, Name a
/ell			

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 W	ell Other	Injection /			8. Well Name and No. East Blinebry Drinkar	d Unit (EBDU) #018	
2. Name of Operator Apache Corporation		س			9. API Well No. 30-025-06479	/	
3a. Address 303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705	a. Address 3 Veterans Airpark Lane, Suite 3000		No. (include area code) 062		10. Field and Pool or Exploratory Area Eunice; Bli-Tu-Dr, North (22900)		
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. Country or Parish, State		
660' FNL & 330' FEL UL A Sec 11, T21S, R37E	√		-		Lea County, NM	/	
12. CHEC	K THE APPROPRIATE	BOX(ES) TO IN	DICATE NATURE	OF NOTIC	E, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION			TYPI	E OF ACTI	ON		
Notice of Intent	Acidize Alter Casing		epen cture Treat	=	ction (Start/Resume) mation	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair New		w Construction	Recor	omplete		
	Change Plans	Plug and Abandon		Temp	Temporarily Abandon		
Final Abandonment Notice	Convert to Injecti	on 🔲 Plu	g Back	Water	Disposal		
Attach the Bond under which the w following completion of the involve testing has been completed. Final determined that the site is ready for Apache performed the following which 2/27/2012 MIRUSU Test csg to 50 2/28/2012 Chgd out pup its. RIH & Rel PSI & work air out of Chart attached.	red operations. If the operations if the operations if the operation in the control of the checking for a suspension of the control of the co	eration results in a nust be filed only a ected packer lea nid. Move RU lin witness test. Tes	multiple completion fter all requirements, k: es to csg & pump 3	or recompl , including and bbls pki d.	etion in a new interval, reclamation, have been o	a Form 3160-4 must be filed once completed and the operator has	
ORVERS			DE LAND MANAG SBAD FIELD OFF		80 w/ 03	ccept for record attached OAO	
14. I hereby certify that the foregoing is t	rue and correct. Name (R	rinted/Typed)	JOHO TALLO VIT	104			
Reesa Holland			Title Sr. Staff E	Engr Tech			
Signature RODa	Island		Date 03/01/201	12			
	THIS SPA	CE FOR FED	ERAL OR STA	ATE OFF	ICE USE		
Approved by							
Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations Title 18 U.S.C. Section 1001 and Title 43	title to those rights in the s	ubject lease which	would Office	d willfully to		or agency of the United States any false,	

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



Order of the Authorized Officer

Apache Corporation East Blinebry Drinkard Unit - 018 API 3002506479

March 08, 2012

Well with a Packer - Operations

- 1) Conduct a Mechanical Integrity Test of the tubing/casing annulus after a tubing, packer or casing seal is established. Repair that seal any time more than five barrels of packer fluid is replaced within 30 days.
 - a) The minimum test pressure should be 500 psig for 30 minutes or 300 psig for 60 minutes, with 200 psig differentials between tubing and casing pressure (at test time) but no more than 70% of casing burst pressure as described by Onshore Order 2.III.B.1.h. (The tubing or reservoir pressure may need to be reduced). An alternate method for a BLM approved MIT is to have the fluid filled system open to atmospheric pressure and have a loss of less than five barrels in 30 days witnessed by a BLM authorized officer.
 - b) Document the pressure test on a calibrated recorder chart registering within 25 to 85 per cent of its full range. Greater than 10% pressure leakoff will be viewed as a failed MIT. Less than 10% pressure leakoff will be evaluated site specifically and may restrict injection approval.
 - c) At least 24 hours before the test: In Eddy County email Paul R. Swartz <u>pswartz@blm.gov</u>, (phone 575-200-7902). If there is no response phone 575-361-2822. In Lea County email Andy Cortez <u>acortez@blm.gov</u>, (phone 575-393-3612 or 575-631-5801). Note the contact notification method, time, & date in your subsequent report.
 - d) Submit a subsequent Sundry Form 3160-5 relating the MIT activity. Include a copy of the recorded MIT pressure chart. List the name of the BLM witness, or the notified person and date of notification. NMOCD is to retain the original recorded MIT chart.
 - e) Use of tubing internal protection, tubing on/off equipment just above the packer, and an in line tubing check valve below the packer or between the on/off tool and packer is required. The setting depths and descriptions of each are to be included in the subsequent sundry. List (by date) descriptions of daily activity of any previously unreported wellbore workover.
 - f) Submit the original subsequent sundry with three copies to BLM Carlsbad.
- 2) Compliance with a NMOCD Administrative Order is required, submit documentation of that authorization.
 - a) Approved injection pressure compliance is required.
 - b) If injection pressure exceeds the approved pressure you are required to reduce that pressure and notify the BLM within 24 hours.
 - c) When injection pressure is within 50 psig of the maximum pressure, install automation equipment that will prevent exceeding that maximum.
 - Submit a subsequent report (Sundry Form 3160-5) describing the installed automation equipment within 30 days.
- 3) Other unexplained significant variations of rate or pressure to be reported within 5 days of notice.
- 4) The casing/tubing annulus is required to be monitored for communication with injection fluid or loss of casing integrity.

- 5) The annulus is to be maintained full of packer fluid at atmospheric pressure. Installation of equipment that will display on site, continuous open to the air fluid level is required. A BLM inspector may request verification of this fluid level at any time.
- 6) **Submit a subsequent report (Sundry Form 3160-5)** describing the installation of packer fluid level monitoring equipment within 30 days of beginning injection.
- 7) The operator shall keep monthly records documenting that the casing annulus is fluid filled. A suggested format for these records is available from the BLM Carlsbad Field Office. Copies of those records shall be furnished at the request of a BLM authorized officer.
- 8) Loss of packer fluid above five barrels per month requires notification of the BLM authorized officer within 5 days.
- 9) Gain of annular fluid requires notification within 24 hours. Cease injection and maintain a production casing pressure of Opsia. Notify the BLM's authorized officer (Paul R. Swartz <u>paul swartz@blm.gov</u> phone 575-200-7902). If there is no response phone 575-361-2822.
- 10) Also submit to this office a (Sundry Form 3160-5) Notice of Intent (NOI) for planned well work involving a formation change, casing repair/replacement, and injection well fracture treatment for approval by BLM and NMOCD. Verbal approval for the plan may be given by a BLM authorized officer, with the NOI filed within five business days. Packer and tubing repair (normal maintance procedures) do not require a NOI, but a subsequent sundry needs to be filed. http://www.blm.gov/nm/st/en/prog/energy/oil and gas.html (see CFR § 3162.3-2 43 & CFR § 3160.0-9 (c)(1)).
 - a) Submit a (Sundry Form 3160-5) subsequent report (daily reports) describing all wellbore activity and Mechanical Integrity Test as per item 1) above. Include the date(s) of the well work, and the setting depths of required equipment: internally corrosive protected tubing, tubing on/off equipment just above the packer, and an in line tubing check valve below the packer or between the on/off tool and packer is required. The setting depths and descriptions of each are to be included in the subsequent sundry. List (by date) descriptions of daily activity of any previously unreported wellbore workover.

PRS

Use of Form 3160-5 "Sundry Notices and Reports on Wells"

§ 43 CFR 3162.3-2 Subsequent Well Operations.

- a) A proposal for further well operations shall be submitted by the operator on Form 3160–5 for approval by the authorized officer prior to commencing operations to redrill, deepen, perform casing repairs, plug-back, alter casing, perform nonroutine fracturing jobs, recomplete in a different interval, perform water shut off, commingling production between intervals and/or conversion to injection. If there is additional surface disturbance, the proposal shall include a surface use plan of operations. A subsequent report on these operations also will be filed on Form 3160–5. The authorized officer may prescribe that each proposal contain all or a portion of the information set forth in §3162.3–1 of this title.
- (b) Unless additional surface disturbance is involved and if the operations conform to the standard of prudent operating practice, prior approval is not required for routine fracturing or acidizing jobs, or recompletion in the same interval; however, a subsequent report on these operations must be filed on Form 3160–5.
- (c) No prior approval or a subsequent report is required for well cleanout work, routine well maintenance, or bottom hole pressure surveys.

[47 FR 47765, Oct. 27, 1982. Redesigned and amended at 48 FR 36583–36586, Aug. 12, 1983, further amended at 52 FR 5391, Feb. 20, 1987; 53 FR 17363, May 16, 1988; 53 FR 22847, June 17, 1988]

§ 43 CFR 3160.0-9 (c)(1) Information collection.

(c)(1) The information collection requirements contained in part 3160 have been approved by the Office of Management and Budget under 44 U.S.C. 3507 and assigned the following Clearance Numbers:

Operating Forms

Form No.	Name and filing date		
3160–3	Application for Permit to Drill, Deepen, or Plug Back—Filed 30 days prior to planned action	1004-0136	
3160–4	With Completion of Recompletion Report and Log—Due 30 days after well completion	1004-0137	
3160–5	Sundry Notice and Reports on Wells—Subsequent report due 30 days after operations completed	1004-0135	

The information will be used to manage Federal and Indian oil and gas leases. It will be used to allow evaluation of the technical, safety, and environmental factors involved with drilling and producing oil and gas on Federal and Indian oil and gas leases. Response is mandatory only if the operator elects to initiate drilling, completion, or subsequent operations on an oil and gas well, in accordance with 30 U.S.C. 181 et seq.

§ 3162.4-1 (c) Well records and reports.

Not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160–5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed.

NM Fed Regs & Forms - http://www.blm.gov/nm/st/en/prog/energy/oil and gas.html