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Form 3160-5 (August 2007)	UNITED STATE DEPARTMENT OF THE		$\mathbf{H}$	оЪђ		FORM APPROVED OMB No. 1004-0137
	BUREAU OF LAND MAN				5. Lease Serial No.	Expires: July 31, 2010
SUND	RY NOTICES AND REPO	ORTS ON WELI	_S		MNM-124658	
	this form proposals to ell. Use Form 3160-3 (A		enter an <b>O</b>	CD	, it indian, inout	
I. Type of Well	UBMIT IN TRIPLICATE - Other instru	ctions on page 2.	MAY 18	2015	7. If Unit of CA/Ag	reement, Name and/or No.
Oil Well	Gas Well Other			5	. Well Name and N Casper Federal #	
2. Name of Operator	k Energy Corporation		RECE		. API Well No.	
3a. Address	K Energy Corporation	3b. Phone No. (inclu	ide area code)		30-005-21140 10. Field and Pool of	or Exploratory Area
P.O. Box 960 Artesia	· ·	(575) 748-128	8		San Andres	• · · · · · · · · · · · · · · · · · · ·
	Sec., T,R,M, or Survey Description,	)		· · ]	11. Country or Paris	sh, State
346 FNL & 1647 FWL, Sec.					Chaves, NM	
	CHECK THE APPROPRIATE BO	X(ES) TO INDICAT				HER DATA
TYPE OF SUBMISSION			ТҮРЕ О	F ACTIO		
Notice of Intent	Acidize	Deepen Fracture Tr	eat L	Produc Reclan	tion (Start/Resume)	Water Shut-Off Well Integrity
Cutorent Demost	Casing Repair	New Const	<u> </u>	Recom		Other
Subsequent Report	Change Plans .	Plug and A	bandon 🛛 🚺	Tempor	arily Abandon	
Final Abandonment Notice	e Convert to Injection	Plug Back		Water	Disposal	
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## BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201 575-627-0272

## Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporary abandoned well is defined as a completion that is not capable of production in paying quantities but 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 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.

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 with a 10% allowable leakoff.

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 BLM Roswell Field Office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Chaves and Roosevelt County, during office hours or after office hours call (575) 627-0205. Engineer on call during office hours phone (575) 627-0275 or phone (after hours) call (575) 626-5749.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status up to 12 months.

1. Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.

2. Attaches a clear copy of the original pressure test chart.

3. Provided 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 witnesses 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:

1. 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 (12/16/1994)