

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**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.*FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 20185. Lease Serial No.
NMLC032511F ✓

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NMNM87877X ✓8. Well Name and No.
SJU 12 ✓9. API Well No.
30-025-20995-00-S110. Field and Pool or Exploratory Area
JUSTIS11. County or Parish, State
LEA COUNTY, NM**SUBMIT IN TRIPLICATE - Other instructions on page 2**1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
LEGACY RESERVES OPERATING LP
Contact: JOHN SAENZ
E-Mail: jsaenz@legacyp.com3a. Address
303 W WALL SUITE 1600
MIDLAND, TX 797023b. Phone No. (include area code)
Ph: 432-689-52004. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 11 T25S R37E SWNW 1650FNL 990FWL ✓
32.147509 N Lat, 103.138980 W Lon**12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 recompleat 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.

Procedure:
Set CIBP @ 5124' and cap with 35' cement. Contact BLM. Perform MIT test.

Reason:
We are requesting the well be placed in TA status for 1 year to allow for oil price recovery to justify bringing the well back on production. The well is a high volume water well with a low oil cut. We are currently exploring ways to eliminate some of the water or increase draw down in the non water intervals in other unit wells. The time in the TA status will let us determine the best way to make this well an economic producer again.

Current & proposed wellbore diagrams attached.

Last report of production the month of 11/2015.

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

Electronic Submission #369057 verified by the BLM Well Information System
For LEGACY RESERVES OPERATING LP, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 03/08/2017 (17RP0337SE)

Name (Printed/Typed) JOHN SAENZ

Title OPERATIONS ENGINEER

Signature (Electronic Submission)

Date 03/08/2017

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title

TPET

Date

07/13/17

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.

Office

**BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE**

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.

(Instructions on page 2)

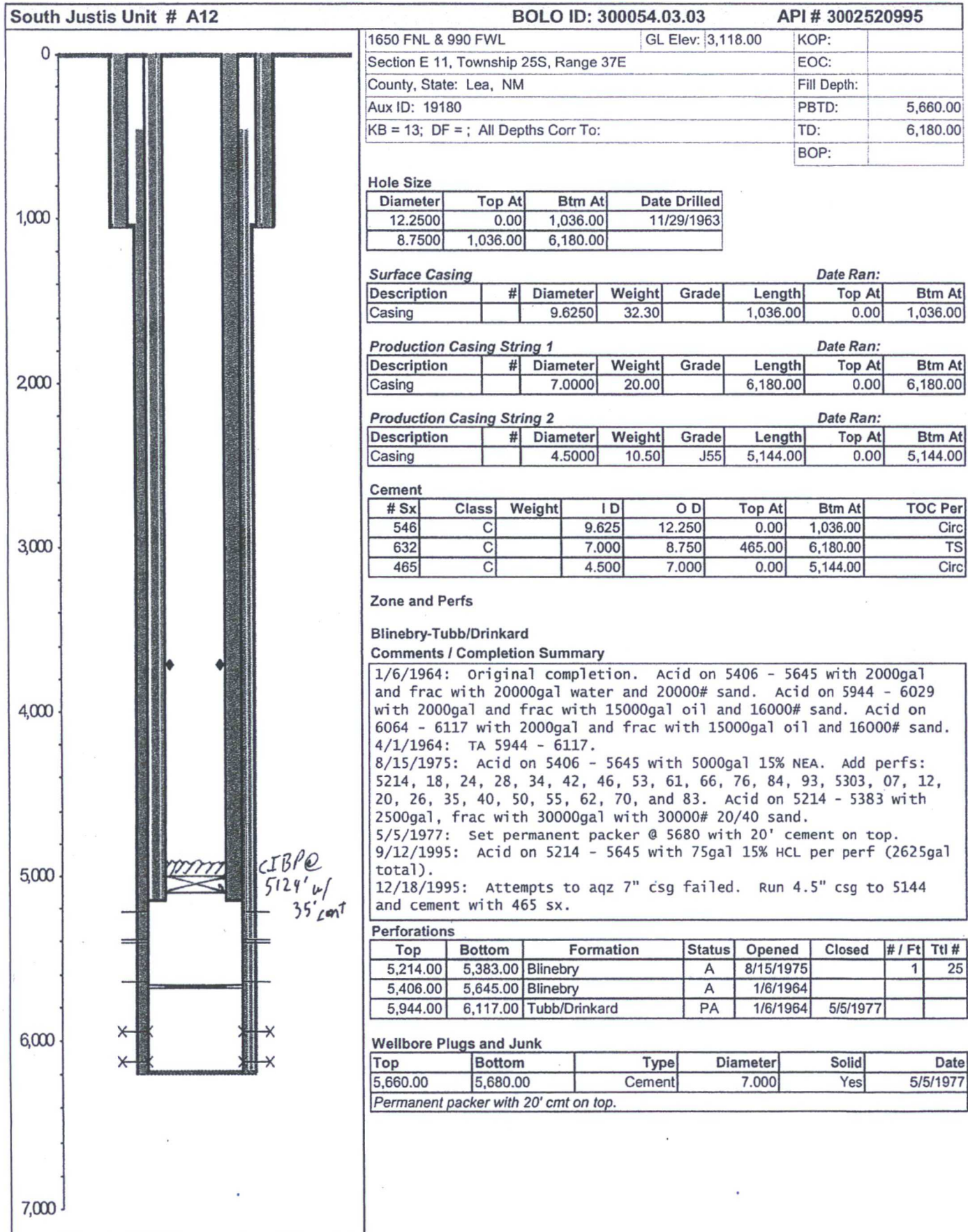
**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

*MAB/ocd
8/8/2017*

Wellbore Schematic (From Surface to TD)

Printed: 3/1/2017

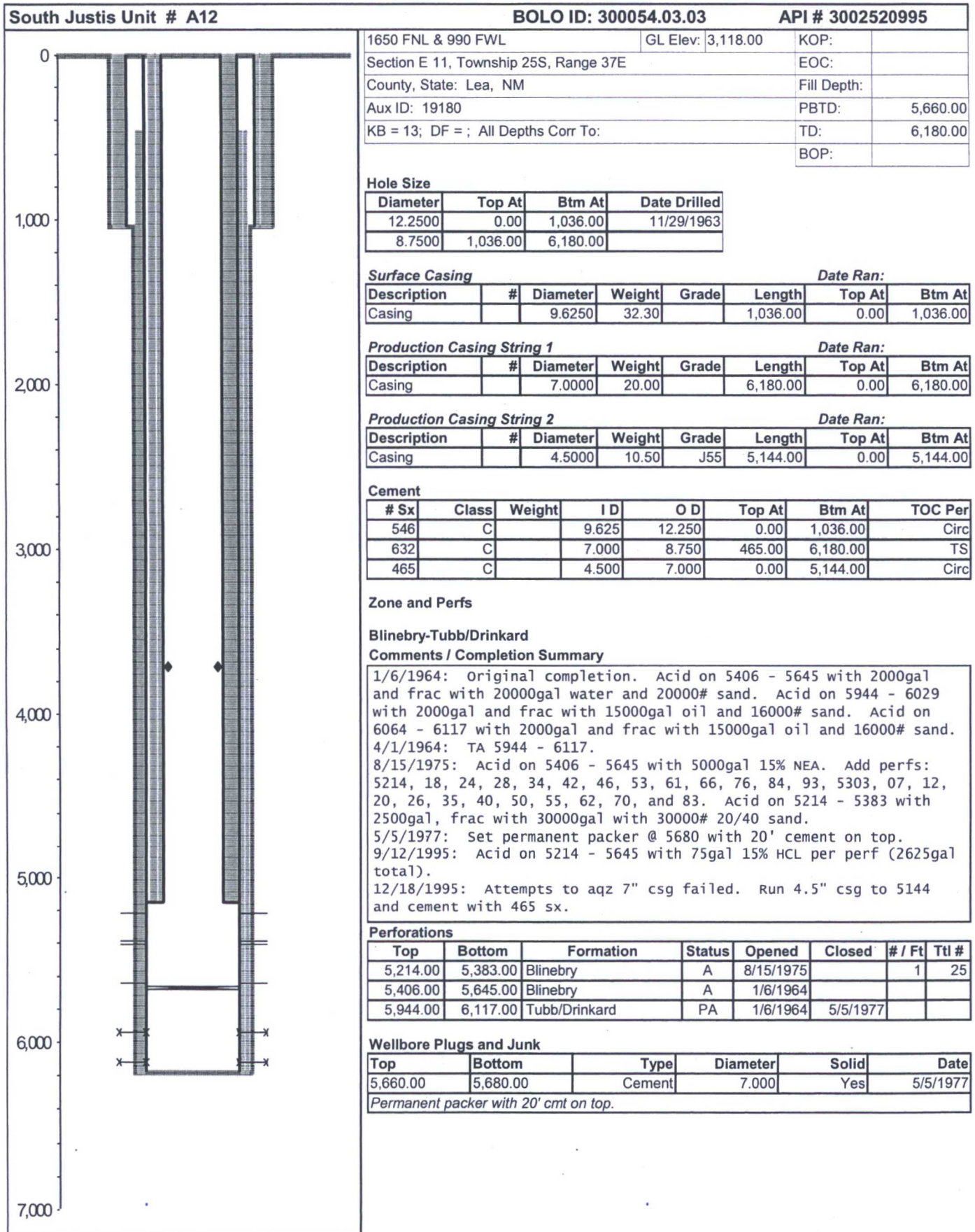
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Wellbore Schematic (From Surface to TD)

Printed: 3/1/2017

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Conditions of Approval

**Legacy Reserves Operating L.P.
South Justice Unit - 12, API 3002520995
T25S-R37E, Sec 13, 1650FNL & 990FWL
July 13, 2017**

This well's recorded activity has been inactive/shut-in without authorization since 11/2015.
BLM compliance requires sundry notice within 180 days for an inactive wellbore.

A BLM compliant inactive/shut-in well bore is a completion that is capable of "beneficial use" i.e. production in paying quantities or of service use. An inactive well to be restored to use or abandoned (temporarily or permanent). BLM target Shut-In status (with artificial life equipment) maximum is 2 years from last report of beneficial use, and the target TA status maximum is 3 years. The maximum BLM time limit for a well of no beneficial use is 5 years.

BLM IS NOT APPROVING TA STATUS WITH THIS NOI APPROVAL. The NOI approval expires in 90 days.

Temporary Abandonment (TA) status consideration for BLM acceptance requires a subsequent report sundry that describes compliance:

- a. All downhole production artificial lift equipment (tubing, rods, etc.) removed from wellbore.
- b. **A balanced cement plug on the Pkr at 5660. WOC and tag with tubing at 5500 or above.**
- c. **The proposed CIBP at 5124 capped with 35' cement.**
- d. MIT - at least 24 hours prior contact the appropriate BLM office. Eddy County call Carlsbad 575-361-2822. Lea County call Hobbs 575-393-3612.
- e. Document a 500psig minimum BLM witnessed MIT on one hour full rotation calibrated (within 6 months) recorder chart registering within 35 to 75 per cent of full range.
- f. Greater than 10% pressure leakoff viewed as a failed MIT, submit a procedure to repair or plug the well within 30 days.
- g. All annular casing vents plumbed and open to the surface during MIT. Record casing vent(s) observations. MIT procedure will be evaluated site specifically and affect approvals.
- h. Subsequent Sundry Report (Form 3160-5) requesting TA acceptance to include the workover description of TA preparation, a clear copy or original MIT chart, current wellbore diagram, justification and anticipated date of beneficial use.
- i. No sundry record found for the operator submitted 12/18/1995 comment concerning 4 1/2" csg being set to 5144. **File a separate dated detailed sundry describing that operation.**