Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR OF BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No 1004-0137 Expires. July 31, 2010

5 Lease Serial No LC-030174-B

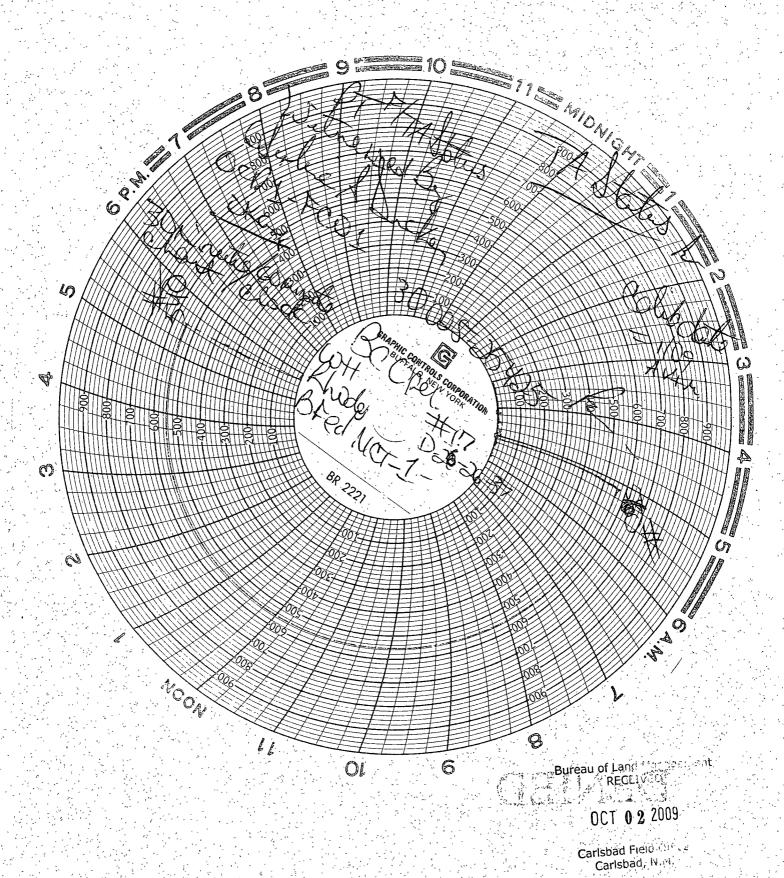
6 If Indian, Allottee or Tribe Name

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.

abandoned well. Use Form 3160-3 (APD) for such proposals.						
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 Well Other				8. Well Name and No. W.H. Rhodes B Federal NCT 1 #17		
2. Name of Operator B C Operating, Inc.				9. API Well No 30-025-25425		
3a. Address 3b. Phone No. (include area code) P O Box 50820 (432) 684-9696 ext 218				10. Field and Pool or Exploratory Area Rhodes Yates Seven Rivers		
				11. Country or Parish, Stat		
4. Land Fron of Well (Footage, Sec., T.,R.,M., or Survey Description) 660' FSL & 660' FWL, UL D Section 26. T285-R37E			, 1	Lea County, NM	- / s	
12 CHEC	K THE APPROPRIATE BOX(ES) T	O INDICATE NATURI	E OF NOTIC	E, REPORT OR OTHER I	DATA	,
TYPE OF SUBMISSION		ON				
Notice of Intent	Acidize	Deepen	Produ	ction (Start/Resume)	Water Shut-Off	**
Notice of Intent	Alter Casing	Fracture Treat	Recla	mation [Well Integrity	*
Subsequent Report	Casing Repair	New Construction	Recor	mplete [Other	,
	Change Plans	Plug and Abandon	Temp	orarily Abandon	. r . r	
Final Abandonment Notice	Convert to Injection Plug Back Water Disposal			Disposal		
We request Temporary Abandon state 640 psi in 30 mins. **Property of the state of	y with		REC	EIVED	to 560 psi, pressur	e decreased
10-8-09			OCI	7 3 2009		1
/s/ JD Whitlock Jr			HOB!	BSOCD		
Last used as wi						
14. I hereby certify that the foregoing is tr	ue and correct. Name (Printed/Typed)				24	
Tami Parker		Title Regulato	ry Analyst			
Signature Samu 4	arker	Date 09/30/20	09			
	THIS SPACE FOR F	EDERAL OR STA	ATE OFF	ICE USE		
Approved by Conditions of approval, if any, are attached hat the applicant holds legal or equitable tintitle the applicant to conduct operations to	tle to those rights in the subject lease wh	Title	T 1 SUP	EHVISOH Date	OCT 1 9 20	109

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



BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

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.
 - 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 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.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status provided that the operator:

- Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval.
- 2. Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.

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.

Submit Subsequent Report and well bore diagram with all Perforations and CIBP with tops of cement. Well will be approved after successful MIT and subsequent report is submitted. Submit Plans to recomplete, produce or P&A by November 9 2009.