Form 3160-5 (August 2007)

New Mexico Oil Conservation Division, District 1

UNITED STATES N. French Drive DEPARTMENT OF THE INTERIOR 1 88240 BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMM83197

SUNDRY NOTICES AND REPORTS ON WELLS

6. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals.								
SUBMIT IN TRIPLICATE – Other instructions on page 2.					7. If Unit of CA/Agree	ment, Name and/or No.		
1. Type of Well Gas Well Other					8. Well Name and No. Federal 23 #9			
2. Name of Operator Ridgeway Arizona Oil Corporation					9. API Well No. 30-041-10535			
3a. Address 3b. Phone No. (include area code)					10. Field and Pool or E	Exploratory Area		
200 N. Loraine, Suite 440, Midland TX> 79701 432.687.0303				ĺ	Chaveroo-San Andres			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)					11. Country or Parish,	State		
H-23-07S-33E 1980 FNL 660 FEL				,	Roosevelt Co. NM			
12. CHE	CK THE APPROPRIATE B	OX(ES) TO INDI	CATE NATUR	E OF NOTIC	CE, REPORT OR OTHE	ER DATA		
TYPE OF SUBMISSION		TYPE OF ACT				TON		
Notice of Intent	Acidize	Deepe		=	uction (Start/Resume)	Water Shut-Off		
	Alter Casing	_	re Treat		amation	Well Integrity		
Subsequent Report	Casing Repair		Construction		mplete	Other		
	Change Plans	_	ınd Abandon		nporarily Abandon			
Final Abandonment Notice 13. Describe Proposed or Completed Compl	Convert to Injection				er Disposal			
determined that the site is ready for the street of the st	OBAY MONTH PERIOD)	Accepted F	1) 	RECEIVE MAR 0 3 2011 HOBBSOCD ord Only For 30 11 To Submit S he TA To Be Ac	Day Period atisfactory		
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)								
Andy Chalker			Title Operati	ons Manag	er			
Signature Aridy Chaker			Date 12/17/2			44		
ACCEPTED FO	R REC THIS SPACI	E FOR FEDE	RAL OR S	TATE OF	FICE USE	18 View		
Approved by S/DA\ Conditions of approval, if any, are attact that the applicant holds legal or equitable	/IDR GLA and Approval of this notice do the title to those rights in the sub	oes not warrant or	Title certify O ould Office	C (PD (S. Lagran	MAR 0 7 2011 Date		
entitle the applicant to conduct operation Title 18 U.S.C. Section 1001 and Title fectitious or fraudulent statements.Or. The	is thereon.	-1001		and willfully	to make to any departme	ent or agency of the United States any fa		
fictitious or franchistatements.OF. [6]	oresentations as to any matter	within its jurisdiction	on.					

(Instructions on page 2)

SEE ATTACHED FOR CONDITIONS OF APPROVAL

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, call (575) 627-0205 or after office hours call (575) 420-2832.

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)