Form 3160-5 (August 2007)

New Mexico Oil Conservation Division, District I

UNITED STAGES N. French Drive

DEPARTMENT OF THE STIER 188240 BUREAU OF LAND MANAGEMENT

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

5. Lease Serial No. NMM83197 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.

Do not use this form for proposals to drill or to re-enter an 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. Federal 23 #11			
Name of Operator Ridgeway Arizona Oil Corporation			9. API Well 30-041-10	No. 537	/		
3a. Address	(include area code)	10. Field an	10. Field and Pool or Exploratory Area				
200 N. Loraine, Suite `440, Midland TX> 79701	3	Chaveroo-	Chaveroo-San Andres				
4. Location of Well (Footage, Sec., T.,R.,M., or Surve	ey Description)		11. Country	or Parish, State	,		
F-23-07S-33E 1980 FNL 1980 FWL			Roosevelt	Co. NM			
12. CHECK THE APPR	OPRIATE BOX(ES) TO IND	ICATE NATURE (OF NOTICE, REPORT	OR OTHER D	ATA		
TYPE OF SUBMISSION	TYPE OF ACT						
Acidiz	e Deep	en	Production (Start/I	oduction (Start/Resume) Water Shu			
✓ Notice of Intent	Casing Fract	ure Treat	Reclamation				
Casing	Repair New	Construction	Recomplete	Ĺ	Other		
Subsequent Report	· · · · · · · · · · · · · · · · · · ·	and Abandon	Temporarily Aban				
	rt to Injection Plug		Water Disposal				
Perform Meterick Integrity Test Perform Meterick Integrity Test Perforations - 4158-4233 1jspf Chi repair csg leak 8/15/02. Swab test 11/22/02 May need to RIH w/wireline to perform TD check Will MIT and make determination on TD check. Plan to test casing on Wednesday, January 5th, Ridgeway will call RFO rep. Kevin Bussell 48 hrs CEPTED PROVED FOR 30 MAR 2 5 2011 MAR 2 5 2011	Well file does not indicate 2011 s. prior to test. (Monday, Ja ACC End MIT	nuary 3rd, 2011) epted For Re ing MAR 25 2 Along With J	M	it Satisfact or TA To B	11 CD eriod tory		
14. I hereby certify that the foregoing is true and correct.	Name (Printed/Typed)						
Andy Chalker	Title Operations Manager						
Signature Andy Maker	Date 12/17/2010						
ACCEPTED FOR RECON	S SPACE FOR FEDE	RAL OR STA	TE OFFICE USI	E	C. AAGATA GOOD		
Approved by /S/DAVID R. Conditions of approval, if any lare attached proval of	GLASS this notice does not warrant or or	Tries (D REPERTAN	Date	MAR 0 7	2011	
that the applicant holds legal or equitable title to those tie entitle the applicant to conduct operations thereof. Title 18 U.S.C. Section 1001And Title 43 U.S.C. Section	hts in the subject lease which we	ould Office	willfully to make to an	y department or a	agency of the United	d States any false	

Title 18 U.S.C. Section 100 Pant. 1 me 43 U.S.C. Section 1122 material to the fictitious or fraudulefit statements of representations as to any matter within its jurisdiction.

(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)