Eorm 3160-5 (August 2007)

New Mexico Oil Conservation Division, District I UNITED STATE \$625 N. French Drive

DEPARTMENT OF THE INTERIOR NM 88249 BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-013
Expires: July 31, 201

5. Lease Serial No. NMM83197

SUNDRY NOTICES AND REPORTS ON WELLS

6. If Indian, Allottee or Tribe Name

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	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 #12	
Name of Operator Ridgeway Arizona Oil Corporation				9. API Well No. 30-041-10538		
3a. Address	3b. Phone No. (include area code)			10. Field and Pool or Exploratory Area		
200 N. Loraine, Suite `440, Midland TX> 79701	432.687.0303			Chaveroo-San Andres		
4. Location of Well (Footage, Sec., T.,R.,M.				11. Country or Parish, State		
A-23-07S-33E 660 FNL 660 FEL				Roosevelt Co. NM		
12. CHECK	THE APPROPRIATE BO	X(ES) TO INDI	CATE NATURE (OF NOTIC	CE, REPORT OR OTHE	R DATA
TYPE OF SUBMISSION			TYPE	E OF ACT	ION	
✓ Notice of Intent	Acidize Alter Casing		Deepen Fracture Treat		☐ Production (Start/Resume) ☐ Water Shut-Off ☐ Reclamation ☑ Well Integrity ☐ Recomplete ☐ Other ☐ Temporarily Abandon	
Subsequent Report	Casing Repair Change Plans	New Construction				
Final Abandonment Notice				nporarity Abandonter Disposal		
ENDING	a will be performed or properations. If the operation and inspection.) The property of the performed or properations and inspection.) The property of the performed or properation of the performance of	ovide the Bond Non results in a mind be filed only afte	no. on file with BL altiple completion r all requirements, nuary 3rd, 2011) Accep Endin MIT A	or recomp including	RECEIVE MAR 0 3 201 HOBBOOK TRECORD Only F	For 30 Day Period omit Satisfactory For TA To Be
14. I hereby certify that the foregoing is true and correct. Name (<i>Printed/Typed</i>) Andy Chalker			Title Operations Manager			
Signature And Chall	Sor-		Date 12/17/201			
ACCEPTED FOR	DETHIS SPACE	FOR FEDE	RAL OR STA	ATE OF	FICE USE	P MARKET TO THE PARTY OF THE PA
Approved by S DAVIE Conditions of approval if any arguitages, that the applicant holds legal or equitable title entitle the applicant to conduct operations the	reon subjection the subjection the subjection in	es not warrant or c	ould Office		FICE USE	·
Title 18 U.S.C. Section 1001 gand Aither 183 Vos fictitious or fraudulent statements or repress	S.A.Section 1212, make it Mations as TRany matter w	a crime for any pe ithin its jurisdiction	α			t or agency of the United States any fals
(Instructions on page 2)			SEE AT	TAC	HED FOR	
	,	CO	NDITION	us o	F APPROV	AL

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)