N.M. OIL CONS. . MMISSION P.O. 80X 1950 HOBBS, NEW MEXICO SE240 FORM APPROVED Budget Barcas No. 1004-0135 UNITED STATES Form 3160-5 (June 1990) DEPARTMENT OF THE INTERIOR Expires: Murch 31, 1993 **BUREAU OF LAND MANAGEMENT** 5. Lease Designation and Secial No. NMLC069704A SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agrocment Designation SUBMIT IN TRIPLICATE 1. Type of Well Gas Well Other 8. Well Name and No. WEST PEARL 2. Name of Operator QUEEN UNIT #101 XERIC OIL GAS COMPANY 9. API Well No. 3. Address and Telephone No. 300250317000 79710 915/683-3171 P.O. BOX 51311, MIDLAND, TX 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) PEARL QUEEN SWSE SECTION 20, T-20-S, R-35-E 11. County or Parish, State 330 FSL & 2310 FEL 19 LEA COUNTY, NM 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Change of Plans Anne Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Water Shut-Off ing Repair Final Abandonment Notice Conversion to Injection a Cori T/A Dispose Water (Note: Report results of analtiple co ion on Well ction or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled. give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* XERIC REQUESTS PERMISSION TO CARRY THIS WELL IN A TEMPORARILY THIS WELL WAS PERFORATED AT 4848'-52', ABANDONED STATUS. 4970'-74', AND 5027'-32'. XERIC PLANS ON RE-STIMULATING THESE ZONES, REPLACING TUBING AND PUMP AND PUT THIS WELL BACK TO OF THE SOUTH PEARL QUEEN UNION PRODUCING AFTER THE RE-ENTRY WELLE 20 HOBBS, NM 2 m -11 OF LAND MCM ဂ 1.1.1 E) P 3 111 $^{\circ}$ 23 111 111 مَي 5 14. I hereby cortify that the fores ne is true and correct PRESIDENT 10/17/94 Title Signed (This space TOVIC RGDI THE G. LAPA PETROLEUM ERC. Approved by ions of approval, if any attached.)@E Ticle 18 U.S.C. Soction 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any faise, fictitious or franklant attacements

*See Instruction on Reverse Side

or representations as to any matter within its jurisdiction

(Rev. 5/23/94)

BUREAU OF LAND MANAGEMENT CARLSBAD RESOURCE AREA

Temporary Abandonment of Wells on Federal Lands

Conditions of Approval

According 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:

- Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County call (505) 887-6544 ; for wells in Lea County call (505) 393-3612.
- 2. A bridge plug or packer shall be set at a maximum of 50 feet above any open perforations or open hole.
- 3. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
- 4. The production casing shall 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 leak-off.

Wells that successfully pass the casing integrity test will be approved for Temporary Abandonment (TA) status for 12 months provided that the operator:

1. Submits a subsequent Sundry Notice requesting TA approval,

2. Attaches a clear copy or the original of the pressure test chart,

3. And attaches a detailed justification why the well should not be plugged and abandoned.

The TA status could be extended without another casing integrity test provided there was no leak-off during the test.

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.