Form 3160-5 (December 1989)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

,	FORM APPROVED. Budget Bureau No. 1004-0	88240
	FORM APPROVED	
	Budget Bureau No. 1004-0	135
	Expires: September 30, 19	190

NUM THE COMS COMMISSION

 Lease Designation and Serial No. LCO30557A

6. If Indian, Allottee or Tribe Name

Use "APPLICATION FO	R PERMIT—" for such proposals	interent reservoir.
SUBMIT	7. If Unit or CA, Agreement Designation	
1. Type of Well Oll Well Well Well Other Tempora	8. Well Name and No. Farney A-17 #3	
Lanexco, Inc. 3. Address and Telephone No. P.O. Box 1206 Ja1, NM 882	9. API Well No. 300251078300	
4. Location of Well (Footage, Sec., T., R., M., or Survey D	Jalmat Tansill Yates SF	
	B) TO INDICATE NATURE OF	Lea County, NM NOTICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonnient Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) Restimated date of starting any proposed work. If well is directionally drilled.

Pressure test casing to 500# for 30 minutes and monitor with pressure recorder. Will call the BLM to witness test.

14. I hereby certify that the immegaing is gree and confect Signed	Title .	Production Superintendent	Date 6-27-95
Approved by Conditions of approval, if any: OFF CONTINUE	, i title ,	DETROLEM SAGINEER	Date 7/27/95

Title 18 U.S.C. Section 1001, makes 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.

(Rev: 1/12/95)

BUREAU OF LAND MANAGEMENT CARLSBAD RESOURCE AREA

Temporary Abandonment of Wells on Federal Lands

Conditions of Approval

Temporary Abandonment (TA) status approval requires: A) Successful Casing Integrity Test and, B) Successful Bradenhead Test.

Any temporary abandonment request must be submitted on a Sundry Notice (Form 3160-5), one (1) original signature and five (5) copies, and include the following:

- 1. Justification why the well should be temporarily abandoned rather than permanently plugged and abandoned.
- 2. Description of the temporary abandonment procedure.
- A complete wellbore diagram shown as temporarily abandoned.
 The anticipated date the operations will occur.

Contact the appropriate BLM office at least 48 hours prior to the scheduled Casing Integrity and the Bradenhead Tests. For wells in Eddy County call (505) 887-6544; for wells in Lea County call (505) 393-3612.

A) Casing Integrity Test for TA:

- Install an isolation device (such as a retainer or bridge plug) within 50' to 100' of the top perforation or cement plug that extends at least 50' above each set of open perforations. Unless prior approval is granted by the Authorized Officer, fill the well bore with conditioned, noncorrosive fluid and shut-in at the surface. If a cement plug is used, the top of the cement must be verified by tagging. If the wellbore had more than one producing horizon, the lower set(s) of perforations or open hole must meet the requirements for permanent plug to abandonment, unless justification is provided by the operator not to do so.
- 2. A test demonstrating casing mechanical integrity is required. An approved method is a pressure test of the casing and uppermost plug. The pressure test conducted shall be a minimum of 500 psi surface pressure with less than 10 percent pressure drop within thirty (30) minutes. In no event shall the pressure test required exceed seventy (70) percent of the internal yield of In the case of an unsuccessful test, the operator shall either correct the problem or plan to plug and abandon the well. Alternative methods demonstrating casing mechanical integrity may be approved by the Authorized Officer on a case-by-case basis.

B) Bradenhead Test for TA:

- 1. Record the pressure measured on each casing string, including intermediate casing, using deadweight or calibrated pressure gauge.
- 2. Open the bradenhead valve to the atmosphere. If gas or water flow is observed or indicated, flow the bradenhead for a minimum of fifteen (15) minutes and record pressures at five (5) minute intervals on the production, intermediate and surface casing. Describe in detail any fluids flowing from the bradenhead including measured or estimated rates of flow. A water and/or gas analysis may be required.

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

- 1. Submits within thirty (30) days a subsequent Sundry Notice (one (1) original signature and five (5) copies) requesting TA approval,
- 2. Attaches a clear copy or the original of the pressure test charts,
- If the well does not pass the casing integrity test and/or the bradenhead test, then the operator shall within 90 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.

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