Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Received 8/17/2020

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. I149IND8463

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.

6. If Indian, Allottee or Tribe Name EASTERN NAVAJO

SUBMIT IN	7. If Unit or C	7. If Unit or CA/Agreement, Name and/or No.			
Type of Well Oil Well	ner		8. Well Name a		
2. Name of Operator ENDURING RESOURCES LL	Contact: LAC C E-Mail: lgranillo@endu	CEY GRANILLO iringresources.com	9. API Well N 30-045-0	lo. 6876-00-S1	
3a. Address 1050 17TH STREET SUITE 2 DENVER, CO 80265	10. Field and I	10. Field and Pool or Exploratory Area			
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		11. County or	Parish, State	
Sec 1 T27N R9W SENE 1450 36.607239 N Lat, 107.733017			SAN JUA	N COUNTY, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES) TO	INDICATE NATURE O	F NOTICE, REPORT, O	R OTHER DATA	
TYPE OF SUBMISSION		ТҮРЕ О	ACTION		
Nation of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resu	me)	
➤ Notice of Intent	☐ Alter Casing	☐ Hydraulic Fracturing	□ Reclamation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	☐ Other	
☐ Final Abandonment Notice	☐ Change Plans	☑ Plug and Abandon	□ Temporarily Abandon		
	☐ Convert to Injection	□ Plug Back	■ Water Disposal		
P&A Enduring Resources requests wellbore diagram and reclama	to plug and abandon the aboation plan.	Notify NMOCD 2			
		Prior to beginni	ing		
		operations			
		CBL Require	d		
14. I hereby certify that the foregoing is	Electronic Submission #5178	SOURCES LLC, sent to the	Farmington)	
Name (Printed/Typed) LACEY C	Title PERMIT	Title PERMITTING SPECIALIST			
Signature (Electronic S	Submission)	Date 06/04/2	020		
		FEDERAL OR STATE			
_Approved_By_JOE KILLINS		TitlePETROLE	UM ENGINEER	Date 08/14/2020	
Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conductive con	uitable title to those rights in the sub		ton		
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent			willfully to make to any depart	ment or agency of the United	

ΚP

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON FIELD OFFICE

- 1.0 The approved plugging plans may contain variances from the following <u>minimum general</u> requirements.
 - 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Authorized Officer, Farmington Field Office.
 - 1.2 Requirements may be added to address specific well conditions.
- 2.0 Materials used must be accurately measured. (densometer/scales)
- 3.0 A tank or lined pit must be used for containment of any fluids from the wellbore during plugging operations and all pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
 - 3.1 Pits are not to be used for disposal of any hydrocarbons. If hydrocarbons are present in the pit, the fluids must be removed prior to filling in.
- 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
 - 4.1 The cement shall be as specified in the approved plugging plan.
 - 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.3 Surface plugs may be no less than 50' in length.
 - 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
 - 4.6 A cement bond log or other accepted cement evaluation tool is required to be run if one had not been previously ran or cement did not circulate to surface during the original casing cementing job or subsequent cementing jobs.

- 5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by tagging with the work string.
 - 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.
 - 5.2 Testing will not be required for any cement plug that is mechanically contained by use of a bridge plug and/or cement retainer, if casing integrity has been established.
 - 5.3 Any cement plug which is the only isolating medium, for a fresh water interval or a zone containing a prospectively valuable deposit of minerals, shall be tested by tagging.
 - 5.4 If perforations are required below the surface casing shoe, a 30 minute minimum wait time will be required to determine if gas and/or water flows are present. If flow is present, the well will be shut-in for a minimum of one hour and the pressure recorded. Short or long term venting may be necessary to evacuate trapped gas. If only a water flow occurs with no associated gas, shut well in and record the pressures. Contact the Engineer as it may be necessary to change the cement weight and additives.
- 6.0 Before setting any cement plugs the hole needs to be rolled. All wells are to be controlled by means of a fluid that is to be of a weight and consistency necessary to stabilize the wellbore. This fluid shall be left in place as filler between all plugs.
 - 6.1 Drilling mud may be used as the wellbore fluid in open hole plugging operations.
 - 6.2 The wellbore fluid used in cased holes shall be of sufficient weight to balance known pore pressures in all exposed formations.
- 7.0 A blowout preventer and related equipment (BOPE) shall be installed and tested prior to working in a wellbore with any exposed zone(s); (1) that are over pressured, (2) where the pressures are unknown, or (3) known to contain H₂S.
- 8.0 Within 30 days after plugging work is completed, file a Sundry Notice, Subsequent Report of Abandonment (Form 3160-5), five copies, with the Field Manager, Bureau of Land Management, 6251 College Blvd., Suite A, Farmington, NM 87402. The report should show the manner in which the plugging work was carried out, the extent, by depth(s), of cement plugs placed, and the size and location, by depth(s), of casing left in the well. Show date well was plugged.
- 9.0 All permanently abandoned wells are to be marked with a permanent monument as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10.0 If this well is located in a Specially Designated Area (SDA), compliance with the appropriate seasonal closure requirements will be necessary.

All of the above are minimum requirements. Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1. You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE 6251 COLLEGE BLVD. FARMINGTON, NEW MEXIC O 87402

Attachment to notice of Intention to Abandon

Well: NEAH VICTORIA 2 API: **30-045-06876-00-S1**

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.
- 3. If casing fails to test contact BLM Engineering. No changes are to be made to this approved Sundry without prior approval from the BLM.
- 4. Submit electronic copy of the CBL for verification to the following addresses: jkillins@blm.gov, jhoffman@blm.gov and Brandon.Powell@state.nm.us. Based on CBL results inside/outside plugs and volumes will be adjusted accordingly. Please review the General Requirements document to ensure volumes meet required excess inside and outside casing.
- 5. A Subsequent Report Sundry Notice (Form 3160-5) must be submitted within 30 days after plugging operations are complete.

BLM FLUID MINERALS Geologic Report

Date Completed: 7/29/20

Well No.	Neah Victoria 2		Location	1450′	FNL	&	790′	FEL	
Lease No.	I149IND8463		Sec. 1	T27N			R9W		
Operator	Enduring Resourc	es		County	San Ju	ıan	State	New M	exico
Total Depth	2186′	PBTD 2144	1′	Formation Pictured Cliffs		Cliffs			
Elevation (GL) 5862'		Elevation (KI	3) 5874' (est.	.)					

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					
Nacimiento Fm			Surface	1090′	Surface/Fresh water sands
Ojo Alamo Ss			1090′	1176′	Aquifer (fresh water)
Kirtland Shale			1176′	1737′	
Fruitland Fm			1737′	2018′	Coal/Gas/Possible water
Pictured Cliffs Ss			2018′		Gas
Lewis Shale					
Chacra					Probable water or dry
Cliff House Ss (main)					Water/Possible gas
Menefee Fm					Coal/Ss/Water/Possible O&G
Point Lookout Ss					Probable water/Possible O&G
Mancos Shale					Source rock
Gallup					O&G/Water
Dakota					O&G/Water

Remarks:

P & A

- Please ensure that the tops of the Pictured Cliffs and Fruitland formations as well as the entire Ojo Alamo aquifer, identified in this report, are isolated by proper placement of cement plugs. This will protect the freshwater sands in this well bore.

Formation Tops Reference Wells:

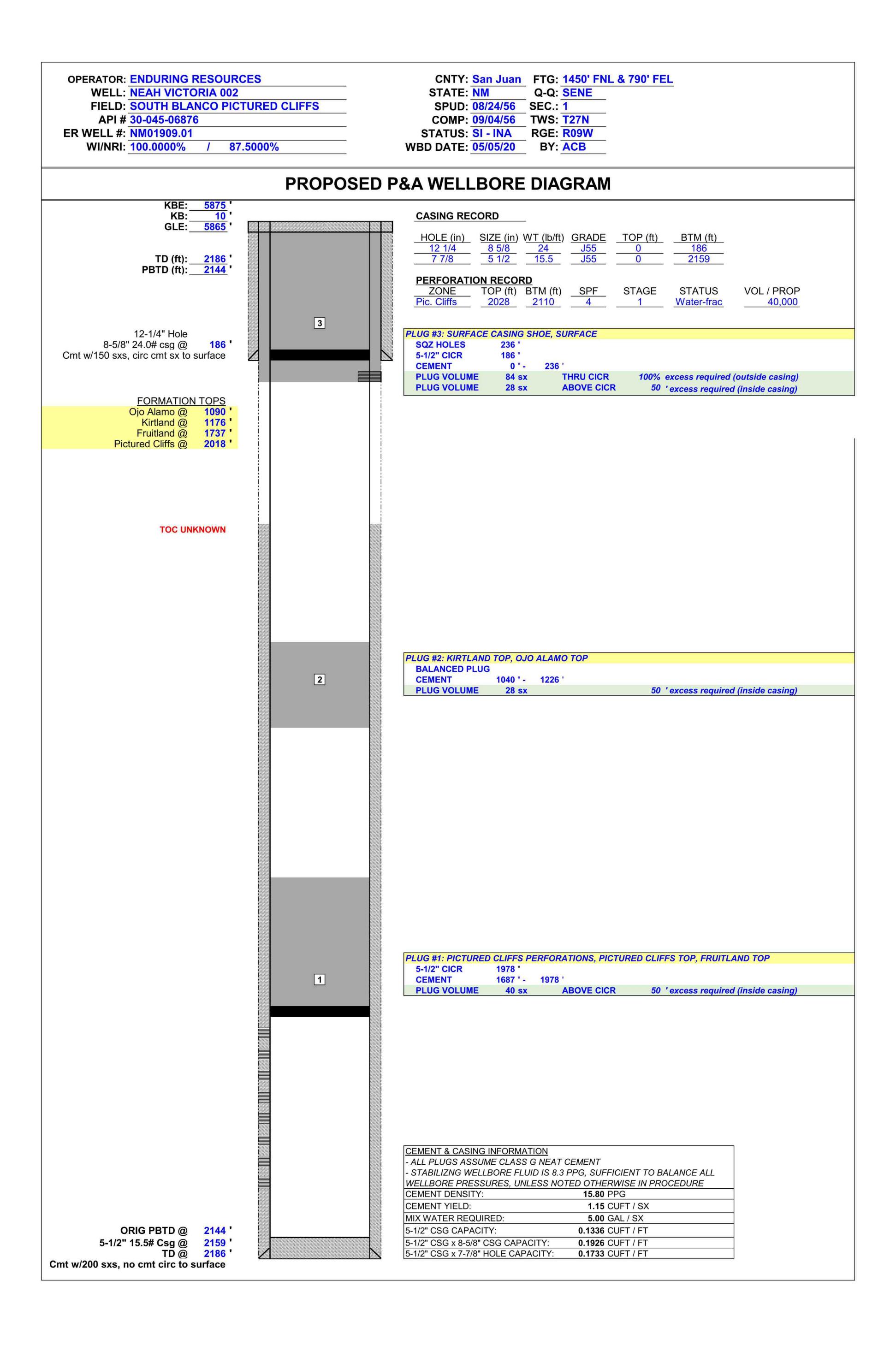
1) Enduring Resources

Same

2) Enduring Resources Neah Victoria 3 GL= 5865' 1245' FNL, 790' FEL Sec 1, T27N, R9W

Prepared by: Walter Gage

CNTY: San Juan FTG: 1450' FNL & 790' FEL **OPERATOR: ENDURING RESOURCES** STATE: NM Q-Q: SENE **WELL: NEAH VICTORIA 002** FIELD: SOUTH BLANCO PICTURED CLIFFS SPUD: 08/24/56 SEC.: 1 TWS: T27N API # 30-045-06876 COMP: 09/04/56 ER WELL #: NM01909.01 STATUS: SI - INA RGE: R09W WI/NRI: 100.0000% 87.5000% WBD DATE: 05/05/20 BY: ACB **CURRENT WELLBORE DIAGRAM** KBE: 5875 KB: 10 ' 5865 GLE: **CASING RECORD** TD (ft): 2186 ' HOLE (in) SIZE (in) WT (lb/ft) GRADE TOP (ft) BTM (ft) PBTD (ft): 2144 ' 8 5/8 J55 186 24 12 1/4 15.5 5 1/2 J55 2159 7 7/8 12-1/4" Hole **TUBING RECORD** COND: used DATE: 8-5/8" 24.0# csg @ 186 Cmt w/150 sxs, circ cmt sx to surface SIZE (in) WT (lb/ft) GRADE TOP (ft) TALLY (ft) unk 2025.00 unk **FORMATION TOPS** Ojo Alamo @ 1090 Kirtland @ 1176 Fruitland @ 1737 ' Pictured Cliffs @ 2018 ' **PERFORATION RECORD** ZONE TOP (ft) BTM (ft) SPF STAGE STATUS VOL / PROP **TOC UNKNOWN** Pic. Cliffs 2028 2110 Water-frac 40,000 40,000 ORIG PBTD @ 2144 ' 5-1/2" 15.5# Csg @ 2159 ' TD @ 2186 ' Cmt w/200 sxs, no cmt circ to surface



ENDURING RESOURCES IV, LLC

PLUG AND ABANDONMENT PROCEDURE

WELL: NEAH VICTORIA 002

API: 30-045-06876 **ER WELL:** NM01909.01

LOCATION: 1450' FNL & 790' FEL, Sec. 1, T27N, R09W

COUNTY: San Juan STATE: NM

- **NOTES:** 1) All cement volumes assume 100% excess volume outside pipe and 50' excess inside pipe. Cement will be Class 'G' (15.8 ppg and 1.15 cuft/sx). A stabilizing wellbore fluid with density of 8.3 ppg will be sufficient to balance pressures encountered in the well.
 - 2) Any waste fluids circulated from the well to surface, including excess cement, will be stored in steel tanks and then disposed of at an approved disposal facility.
 - 3) Notify BLM and NMOCD prior to beginning well-work operations. Comply with all BLM and NMOCD regulations. Obtain approval from BLM and NMOCD prior to making any changes or adjustments to the procedure.
 - 4) Plugs will be adjusted as necessary depending on the results of of any RCBLs.
 - 5) Wait on cement, tag, and spot additional cement plugs as necessary depending on results of casing pressure tests.
 - 6) Hold safety meetings daily (minimum) with all personnel on location. Record tubing, casing, and bradenhead pressures daily on reports.
 - 7) Test and install rig anchors, if necessary (if rig does not have a base-beam).

PROCEDURE:

- 1) MIRU daylight pulling unit and associated equipment.
- 2) Blow down well. Kill well. ND WH. NU BOPE and test.
- 3) TOH and LD production tubing.
- 4) PU and TIH with 5-1/2" casing scraper on 2-3/8" work-string to 2028' (top perf). TOH and LD scraper.
- 5) TIH wih CICR on 2-3/8" work-string. Set CICR @ 1,978'. Load casing and pressure test to 550 psig for 30 minutes. TOH.
- 6) MIRU WL. Run RCBL from 1,978' to surface. RD WL. Evaluate CBL and send copies to BLM and NMOCD before proceeding.

7) PLUG #1: PICTURED CLIFFS PERFORATIONS, PICTURED CLIFFS TOP, FRUITLAND TOP

TIH with 2-3/8" work-string. MIRU Cementers. Pump cement. Pull up hole.

5-1/2" CICR: 1,978' Plug Coverage: 1,687' 1,978' to Cement Volume: 40 sx **ABOVE CICR** 40 sx **TOTAL**

8) PLUG #2: KIRTLAND TOP, OJO ALAMO TOP

Spot balanced plug. TOH.

Plug Coverage: 1,040' 1,226' to

Cement Volume: 28 sx TOTAL

9) PLUG #3: SURFACE CASING SHOE, SURFACE

RIH with WL. Perf squeeze holes. TIH with 5-1/2" CICR on 2-3/8" work-string. Set CICR. Pump cement. TOH & LD workstring.

Squeeze holes: 236' 5-1/2" CICR: 186'

Plug Coverage: 0' to 236'

Cement Volume: 84 sx THRU CICR 28 sx ABOVE CICR

84 sx TOTAL

10) ND BOPE. Cut off casing and wellhead (minimum of 3' below finished grade). Top off annulus and casing with cement, if required. RDMO cement equipment. Install below-grade P&A marker (minimum 1/4" thick steel plate with weep hole, welded in place covering the well, well information permanently inscribed). RDMO.

11) Complete surface reclamation as per approved reclamation plan.

Created by: A. Bridge 5/7/2020