Form 3160- 5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 201

5. Lease Serial No.

Contract 430

SUNDRY NOTICES AND REPORTS ON WELLS				If Indian, Allotte	e, or Tribe Name		
Do not use this form for proposals to drill or to re-enter an						THE	
abandoned well. Use Form 3160-3 (APD) for such proposals.				Jicarilla Apache Tribe			
SUBMIT IN TRIPLICATE - Other Instructions on page 2.					7. If Unit or CA/Agreement Name and/or No.		
Type of Well Oil Well Gas Well Other				8. Well Name and I	No	,	
X Oil Well Gas Well Other				Jicarilla Contract 430 No. 009			
2. Name of Operator					9. API Well No.		
DJR Operating, LLC							
3a. Address 1600 Broadway, Suite 1960 Denver	3b. Phone No. (inch. 303-595-7433	No. (include area code) 10. Field and Pool, or Exploratory Area South Lindrith Gallup Dakota			a		
4. Location of Well (Footage, Sec.,		11. County or Parish, State					
UL I, Section 36, T23N, R05W 2310' FSL, 660' FEL				Sandoval County, NM			
12. CHECK THE APPROP	RIATE BOX(ES) TO INDICATE	NATURE OF NOTION	CE, REPORT, OR	OTHER DATA			
TYPE OF SUBMISSION	TBMISSION TYPE OF ACTION						
X Notice of Intent	Acidize	Deepen	Production	(Start/Resume)	Water Shut-Of	f	
	Alter Casing	Fracture Treat	Reclamatio	n	Well Integrity		
Subsequent Report	Casing Repair	New Construction	Recomplete	:	Other		
01	Change Plans X	Plug and Abandon	Temporaril	y Abandon			
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disp				
the proposal is to deepen direction Attach the Bond under which the following completion of the invol- testing has been completed. Final determined that the site is ready for	Operation: Clearly state all pertinenally or recomplete horizontally, given work will be performed or provide wed operations. If the operation results abandonment Notice must be filed for final inspection.) approval to P&A this well according	ve subsurface location the Bond No. on file ults in a multiple com d only after all require	as and measured are with the BLM/BL/ pletion or recomplements, including r	nd true vertical de A. Required subse letion in a new int eclamantion, have	pths or pertinent marl quent reports must be erval, a Form 3160-4 be been completed, and	cers and zones. e filed within 30 must be filed of	
DJK Operating, LLC requests	approval to I &A this well accord	ing to the attached	procedure and w	en bore diagram.	•		
The Reclamation Plan for this s	site (attached) has been approved	l.					
	NMOCD	D1.14	C ADDDOVAL OF	ACCEPTANCE	OFTHE		
	MMOOD		'S APPROVAL OF				
	CED 0.7 2018		RATOR FROM O				
	SEP 07 2018		HORIZATION RE				
DISTRICT III			EDERAL AND IN	NDIAN LANDS			
CETAT	TACUED FOR		Notify N	MOCD			
SEE ATTACHED FOR			Notify NMOCD 24 hrs prior to beginning				
CONDITIONS OF AFFROVAL			ope	rations			
14. I hereby certify that the foregoing	is true and correct Name (Printe	rd/Typed					
Shelly Doescher				Ager	nt		

Signature

Date

September 5, 2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Date 9

Conditions of approval, If any are attached. Approval of this notice does not warrant or contact that the applicant holds legal or equitable title to those rights in the subject lease which woffice entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make any department or agency of the Unit

(Instructions on page 2)



DJR Energy

Plug And Abandonment Procedure **licarilla 430 #9**

2310' FSL & 660' FEL, Section 36, T23N, R5W Rio Arriba County, NM / API 30-043-20774

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM safety and environmental regulations. Test rig anchors prior to moving in rig if not rigged to base beam.
- 2. Check casing, tubing, and Bradenhead pressures.
- 3. Remove existing piping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well as necessary. Ensure well is dead or on a vacuum.
- 4. ND wellhead and NU BOP. Function test BOP.
- 5. P/U 4-1/2" bit or casing scraper on 2-3/8" work string and round trip as deep as possible above top perforation at 5054'.
- **6.** P/U 4-1/2" CR, TIH and set CR at +/- 5004'. Pressure test tubing to 1000 psi. Sting out of CR. Load hole, and pressure test casing to 800 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. POOH w/ tubing.
- **7.** Rig up to pump cement down tubing. Pump water to establish rate down tubing.

NOTE: All Plugs Include 100% excess outside casing and 50% Excess inside casing

8. Plug 1 (Gallup Perforations and Formation Top, 5004'-4954', 6 Sacks Class G Cement)

Mix 6 sx Class G cement and spot a balanced plug inside casing to cover Gallup perforations and formation top.

9. Plug 2 (Mancos Formation Top, 4327'-4277', 6 Sacks Class G Cement)

P/U 4-1/2" CR. TIH and set at 4327'. Mix 6 sx Class G cement and spot a balanced plug to cover the Mancos perforations and formation top.

10. Plug 3 (Mesa Verde(Point Lookout, Menefee, Cliffhouse) Formation Top 4210'-3405', 65 Sacks Class G Cement)

Mix 65 sx Class G cement and spot a balanced plug inside casing to cover Mesa Verde formation top.

11. Plug 4 (Chacra Formation Top 3200'-3050', 12 Sacks Class G Cement)

Mix 12 sx Class G cement and spot a balanced plug inside casing to cover Chacra formation top.

12. Plug 5 (Pictured Cliffs, Fruitland, Kirtland, and Ojo Alamo Formation Tops 2065'-1460', 106 Sacks Class G Cement)

RIH and perforate squeeze holes at 2015'. P/U 4-1/2" CR. TIH and set at 1510'. Mix 106 sx Class G cement and squeeze 100 sx below CR at 1510' to cover Pictured Cliffs, Fruitland, and Kirtland formation tops. Sting out of CR and spot 6 sx of cement on top of CR at 1510' to cover the Ojo Alamo formation top.

13. Plug 6 (Nacimiento Formation Top, Surface Shoe and Surface 600'-surface, 190 Sacks Class G Cement)

Attempt to pressure test the bradenhead annulus to 300 psi; note the volume to load. If BH annulus holds pressure, then establish circulation out casing

valve with water. Mix approximately 190 sx cement and spot a balanced plug from 600' to surface, circulate good cement out of casing valve. TOH and LD tubing. Shut well in and WOC. If BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the casing from 600' and the annulus from the squeeze holes to surface. Shut in well and WOC.

14.ND cementing valves and cut off wellhead. Fill annuli with cement as necessary. Install P&A marker to comply with regulations. Record GPS coordinate for P&A marker on tower report. Photograph P&A marker in place. RD, MOL and restore location per BLM stipulations.

Wellbore Diagram

Jicarilla 430 #9 API #: 3004320774 San Juan, New Mexico

Plug 6

600 feet - Surface 600 feet plug 190 sacks of Class G Cement

Plug 5

2065 feet - 1460 feet 605 feet plug Squeeze 100 sacks of Class G Leave 6 sks of Class G inside casing

Plug 4

3200 feet - 3050 feet 150 feet plug 12 sacks of Class G Cement

Plug 3

4210 feet - 3405 feet 805 feet plug 65 sacks of Class G Cement

Plug 2

4327 feet - 4277 feet 50 feet plug 6 sacks of Class G Cement

Plug 1

5004 feet - 4954 feet 50 feet plug 6 sacks of Class G Cement

Surface Casing 8.625" 23# @ 200 ft

Formation Ojo Alamo - 1521 ft

Kirtland - 1606 ft
Fruitland - 1871 ft
Pictured Cliffs - 2021 ft
Cliff House - 3571 ft
Menefee - 3571 ft
Point Lookout - 4191 ft
Mancos - 4431 ft
Gallup - 5253 ft
Sanostee - 5886 ft

Retainer @ 5004 feet

Production Casing 4.5" 10.5# @ 6110 ft

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: Jicarilla Contract 430 #9

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.
 - a) Set Plug #2 (4460 4360) ft. to cover the Mancos top. BLM picks top of Mancos at 4410 ft.
 - b) Set Plug #4 (2853 2753) ft. to cover the Chacra top per NMOCD regulation. BLM picks top of the Chacra at 2803 ft.

Operator must run a CBL to verify cement top. Submit the electronic copy of the log for verification to the following addresses: aelmadani@blm.gov Brandon.Powell@state.nm.us

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.