

Submit 1 Copy To Appropriate District Office

District I – (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II – (575) 748-1283
811 S. First St., Artesia, NM 88210
District III – (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV – (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised August 1, 2011

HOBBS OED JUN 25 2018 RECEIVED		WELL API NO. 30-005-00936	
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other INJECTION		6. State Oil & Gas Lease No.	
2. Name of Operator REMNANT OIL OPERATING, LLC		7. Lease Name or Unit Agreement Name ROCK QUEEN UNIT	
3. Address of Operator PO BOX 5375, Midland, TX 79704		8. Well Number 087	
4. Well Location Unit Letter F : 1980 feet from the N line and 1980 feet from the W line Section 36 Township 13S Range 31E NMPM County CHAVES		9. OGRID Number 370922	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4405' GL		10. Pool name or Wildcat CAPROCK; QUEEN	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> OTHER: REPAIR WELL AFTER FAILED MIT & RETURN TO INJ <input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
---	---

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

SEE ATTACHED.

**Condition of Approval: notify
OCD Hobbs office 24 hours
prior of running MIT Test & Chart**

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Carie Stoker TITLE Regulatory Affairs Coordinator DATE: 06/20/2018

Type or print name Carie Stoker E-mail address: carie@stokeroilfield.com PHONE: 432.664.7659

APPROVED BY: Maley Brown TITLE AO/I DATE 6/23/2018
Conditions of Approval (if any):

Procedure to Fix Wellbore Pressure Communication
Rock Queen Unit #87
API: 30-005-00936
Chaves County, New Mexico

Wellbore Information: 5-1/2", 14# production csg, Set @ 3054'. Primary TOC @ 2607' (Calc'd)
4-1/2", 9.5# Liner csg from 3018' – 3062'. Cmt's with 35 sx's. 4", 9.5# FJ csg with ultra
thread set from surface to 3048'. Cmt'd with 70 sx's. TOC 4" FJ liner annulus @ 1174' (CBL). Queen Sand Perfs (3057' – 3062') Open
hole (3062' – 3100') TD @ 3100'
4" AS-1X nickel plated packer with 1.50" "F" profile nipple w/ T-2 on/off tool. Packer is set @ 2977'. 91jts 2-3/8", 4.7#, 8rd, EUE, J-55
IPC tubing w/ Turn down collars.

Well Summary & Objective: The subject well is currently a SI CO2 WAG injection well with communication on the 4" FJ production casing. The wellbore annulus between the tubing and casing failed a pressure test on 3/30/2018. It is proposed to repair the suspected leaking packer, obtain a new MIT chart and return this WAG injection well to active status.

Procedure:

- 1.) Prior to rigging up, test anchors. Mobilize a 500 bbl flowback tank on location.
- 2.) Hold pre-job safety meeting for pulling this CO2 WAG injection well. Be aware of well control issues that could develop due to reservoir pressured up with CO2.
- 3.) MIRU pulling unit. Be prepared to kill well by pumping brine water down tubing and down the annulus. (Note: Estimate as much as a total of 150 bbls of brine water might be needed to kill well). Let well sit for about 1 hour. Once well is determined to be static, ND WH, NU BOP.
- 4.) Try to re-set 4" AS-1X nickel plated packer and pressure test backside, to see if MIT can be obtained before pulling packer out of hole. (Note: The 4" AS-1X packer was set at 2977' with 18 pts of tension on 2/22/2016).
- 5.) If 4" packer cannot be re-set, Release 4" packer and POOH, standing back the 91 jt's, 2-3/8" IPC, J-55 EUE seal lube tubing. Be prepared to pump more brine water to control wellbore pressure.
- 6.) If the 2-3/8" IPC seal lube tubing looks to be in good shape, plan to re-run the IPC tubing with an exchange 4" AS-1X packer from the Caprock inventory. Will need to send the pulled 4" AS-1X packer into the shop for redress.
- 7.) Run back in the hole with the 4" AS-1X packer on 91 jts, 2-3/8" IPC seal lube tubing. Set packer @ +/- 2977'. Load and test annulus at 580 psig for 30 mins. If no loss in annulus pressure during this time, prepare to pump corrosion inhibited treated packer fluid.
- 8.) Get off the on/off tool and pump 45 bbls of CI treated packer fluid down the annulus. Latch back up to the packer, top off the packer fluid.
- 9.) ND BOP, NU WH equipment. Obtain official MIT chart.
- 10.) RDMO Pulling Unit. Clean location. Return well to active injection.