State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst **Cabinet Secretary**

Todd E. Leahy, JD, PhD **Deputy Secretary**

Adrienne Sandoval, Division Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator Signature Date: 2/24/2020

Well information:

30-045-2 SIMCOE LLC	24645 GALLEGOS CANYON UNIT #217E
Application 7	Гуре:
$\boxtimes P$	A ☐ Drilling/Casing Change ☐ Location Change
Undergro	complete/DHC (For hydraulic fracturing operations review EPA ound injection control Guidance #84; Submit Gas Capture Plan form prior tog or initiating recompletion operations)
☐ Oth	er: Click or tap here to enter text.
Q 11.1	

Conditions of Approval:

X Notify appropriate NMOCD district office 24 Hours prior to commencing activities.

☑ In addition to the BLM approved plugs, include the following:

Include a plug 2465'-2365'. OCD and BLM Chacra pick @ 2415'.

NMOCD Approved by Signature

Kellene Bake

9/30/2020 Date

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

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.				NMSF078905 6. If Indian, Allottee or Tribe Name		
SUBMIT IN	TRIPLICATE - Other instructions	on page 2	7. I	f Unit or CA/Agree	ment, Name and/or No.	
1. Type of Well ☐ Oil Well ☑ Gas Well ☐ Oth	ner			Vell Name and No. SALLEGOS CAN	YON UNIT 217E	
Name of Operator BP AMERICA PRODUCTION	CO Contact: PATTI CA			API Well No. 30-045-24645-0	0-C2	
3a. Address 1199 MAIN AVE SUITE 101 DURANGO, CO 81301		e No. (include area code) 0-712-5997	E	Field and Pool or E BASIN DAKOTA PINON GALLUF	\ ^	
4. Location of Well (Footage, Sec., T Sec 13 T28N R12W NWNW 0 36.667010 N Lat, 108.067950	0840FNL 1050FWL	MOCD REC'D 9/29/20		County or Parish, S		
12. CHECK THE AI	PPROPRIATE BOX(ES) TO INDI	CATE NATURE O	F NOTICE, REF	PORT, OR OTH	ER DATA	
TYPE OF SUBMISSION		TYPE OF	ACTION			
Notice of Intent		Deepen Hydraulic Fracturing	☐ Production (S	Start/Resume)	□ Water Shut-Off□ Well Integrity	
☐ Subsequent Report		New Construction	☐ Recomplete		☐ Other	
☐ Final Abandonment Notice	_	Plug and Abandon	☐ Temporarily	Abandon	_ outer	
I man / Ioan dominent / voice	-	Plug Back	☐ Water Disposal			
testing has been completed. Final At determined that the site is ready for f BP requests to P&A the subje BLM required reclamation plan	ct well. Please see the attached P&n documents. Pit Rule 19.15.17.9 NMAC, BP will u	all requirements, includ	ing reclamation, hav	e been completed a	1-4 must be filed once and the operator has	
Co	Electronic Submission #504277 ver For BP AMERICA PRODUC mmitted to AFMSS for processing by	TION CO, sent to the JOHN HOFFMAN on	Farmington 02/25/2020 (20JH	0121SE)		
Name (Printed/Typed) PATTI CA	MPBELL	Title REGUL	ATORY ANALYS	ST		
Signature (Electronic S	Submission)	Date 02/24/20	020			
	THIS SPACE FOR FEDE	RAL OR STATE	OFFICE USE			
_Approved_By_JOHN_HOFFMAN_		TitlePETROLE	UM ENGINEER		Date 04/28/2020	
	d. Approval of this notice does not warrant uitable title to those rights in the subject leas act operations thereon.		ton			
	U.S.C. Section 1212, make it a crime for an statements or representations as to any matter		willfully to make to	any department or	agency of the United	

Revisions to Operator-Submitted EC Data for Sundry Notice #504277

Operator Submitted BLM Revised (AFMSS)

ABD NOI Sundry Type: NOI

NMSF078905 Lease: NMSF078905

Agreement: NMNM78391C

Operator: BP AMERICA PRODUCTION COMPANY BP AMERICA PRODUCTION CO

1199 MAIN AVE, SUITE 101 DURANGO, CO 81301 Ph: 970-712-5997 1199 MAIN AVE SUITE 101 DURANGO, CO 81301

PATTI CAMPBELL PATTI CAMPBELL Admin Contact:

REGULATORY ANALYST E-Mail: patti.campbell@bpx.com REGULATORY ANALYST E-Mail: patti.campbell@bpx.com

Ph: 970-712-5997 Ph: 970-712-5997

Tech Contact:

PATTI CAMPBELL REGULATORY ANALYST PATTI CAMPBELL REGULATORY ANALYST E-Mail: patti.campbell@bpx.com E-Mail: patti.campbell@bpx.com

Ph: 970-712-5997 Ph: 970-712-5997

Location:

State: NM

SAN JUAN COUNTY SAN JUAN County:

Field/Pool: **BASIN DAKOTA BASIN DAKOTA**

PINON GALLUP

GALLEGOS CANYON UNIT 217E Well/Facility: **GALLEGOS CANYON UNIT 217E**

Sec 13 T28N R12W Mer NMP NWNW 840FNL 1050FWL Sec 13 T28N R12W NWNW 0840FNL 1050FWL

36.667010 N Lat, 108.067950 W Lon

BP America

Plug And Abandonment Procedure

GCU 217 E

840' FNL & 1050' FWL, Section 13, T28N, R12W San Juan County, NM / API 30-045-24645

- 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 5 ½" bit or casing scraper on 2-3/8" work string and round trip as deep as possible above top perforation at 5950'.
- 6. P/U 5 $\frac{1}{2}$ " CR, TIH and set CR at +/- 5900'. 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 (Dakota Perforations and Formation Top 5900'-5850', 6 Sacks Class G Cement)

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

9. Plug 2 (Gallup Perforations and Formation Top 5370'-4990', 44 Sacks Class G Cement)

P/U 5 ½" CR, TIH and set at 5370'. Mix 44 sx Class G cement and spot a balanced plug inside casing to cover the Gallup perforations and formation top.

10. Plug 3 (Mancos Formation Top 4250'-4100', 18 Sacks Class G Cement)

Mix 18 sx Class G cement and spot a balanced plug inside casing to cover the Mancos formation top.

11. Plug 4 (Mesa Verde(Point Lookout) Formation Top 3940'-3790', 18 Sacks Class G Cement)

Mix 18 sx Class G cement and spot a balanced plug inside casing to cover the Mesa Verde(Point Lookout) formation top.

12. Plug 5 (Mesa Verde(Menefee, Cliff House) and Chacra Formation Tops 3180'-2600', 66 Sacks Class G Cement)

Mix 66 sx Class G cement and spot a balanced plug inside casing to cover the Mesa Verde(Menefee, Cliff House) and Chacra formation tops.

13. Plug 6 (Pictured Cliffs and Fruitland Formation Tops 1500'-1025', 54 Sacks Class G Cement)

Mix 54 sx Class G cement and spot a balanced plug inside casing to cover the Pictured Cliffs and Fruitland formation top.

14. Plug 7 (Surface Casing Shoe 377'-surface, 118 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 118 sx cement and spot a balanced plug from 377' 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 377' and the annulus from the squeeze holes to surface. Shut in well and WOC.

15. 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

GCU 217 E
API #: 3004524645
San Juan County, New Mexico

Plug 7

377 feet - Surface 377 feet plug 118 sacks of Class G Cement

Plug 6

1500 feet - 1025 feet 475 feet plug 54 sacks outside of casing

Plug 5

3180 feet - 2600 feet 580 feet plug 66 sacks of Class G Cement

Plug 4

3940 feet - 3790 feet 150 feet plug 18 sacks of Class G Cement

Plug 3

4250 feet - 4100 feet 150 feet plug 18 sacks of Class G Cement

Plug 2

5370 feet - 4990 feet 380 feet plug 44 sacks of Class G Cement

Plug 1

5900 feet - 5850 feet 50 feet plug 6 sacks of Class G Cement

Surface Casing

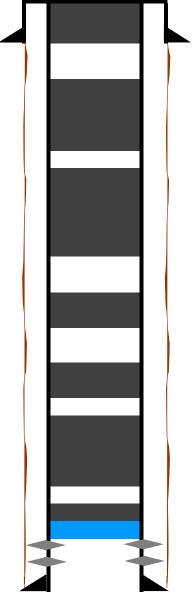
8.625" 24# @ 327 ft

Formation Fruitland - 1125 ft

Pictured Cliffs - 1450 ft Lewis - 1535 ft Cliff House - 3000 ft Menefee - 3130 ft Point Lookout - 3890 ft Mancos - 4200 ft Gallup - 5090 ft Greenhorn - 5840 ft Graneros Shale - 5950 ft Dakota - 6018 ft

Retainer @ 5900 feet

Production Casing 5.5" 17# @ 6187 ft



BLM FLUID MINERALS Geologic Report

Date Completed: 4/23/2020

Well No. Gallegos Canyon Unit #217E (API# 30-045-24645)			Location	840	FNL	&	1050	FWL
Lease No.	e No. NMSF078905			T28N			R12W	
Operator	BP America Produ	action Co.	County	San Juan		State	New Mexico	
Total Depth	6187	PBTD 6154	Formation Gallup/Dakota (commingled))		
Elevation (GL)	5541	Elevation (KI	B) 5553					

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					Surface/Fresh water sands
Nacimiento Fm	Surface	182			Fresh water sands
Ojo Alamo Ss	182	272			Aquifer (fresh water)
Kirtland Shale	272			1113	
Fruitland Fm			1113	1450	Coal/Gas/Possible water
Pictured Cliffs Ss			1450	1605	Gas
Lewis Shale			1605	2415	
Chacra			2415	3002	
Cliff House Ss			3002	3130	Water/Possible gas
Menefee Fm			3130	3890	Coal/Ss/Water/Possible O&G
Point Lookout Ss			3890	4200	Probable water/Possible O&G
Mancos Shale			4200	5095	
Gallup			5095	5920	O&G/Water
Graneros Shale			5920	6018	
Dakota Ss			6018	PBTD	O&G/Water

Remarks:

P & A

- BLM geologist's picks for the top of the Fruitland, Lewis, Chacra, and Graneros formations vary from operator's.

- Adjust plugs as detailed in the COAs attached to the Sundry NOI.
- Log analysis of reference well #2 (attached worksheet) indicates the Ojo Alamo sands investigated likely contain fresh water (≤5,000 ppm TDS). These fresh water sands are protected behind the surface casing and are adequately covered by the proposed surface plug.
- Please ensure that the tops of the Dakota, Gallup, Mancos, Mesaverde (Cliff House), Pictured Cliffs, and Fruitland formations, as well as the entire Ojo Alamo fresh water aquifer identified in this report are isolated by proper placement of cement plugs.

Reference Well:

1) Same Fm. Tops

2) BP America GCU #314 1580' FNL, 1560' FWL Sec. 17, T28N, R12W

GL 5648', KB 5653'

Water Analysis

Prepared by: Chris Wenman

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: GCU 217E API: 30-045-24645

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the "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. Plug #1 requires 20 sacks of cement below the retainer at 5900'and 10 sx on top of the retainer.
- 4. Adjust plug depths and volumes to match formations in BLM Geological Report.

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

COMMENTS

Action 23444

COMMENTS

Operator:		OGRID:	Action Number:	Action Type:
SIMCOE LLC 1199 Main A	Ave., Suite 101 Durango, CO81301	329736	23444	C-103F

Created By	Comment	Comment Date
ahvermersch	File current wellbore schematic	04/08/2021

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 23444

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
SIMCOE LLC 1	1199 Main Ave., Suite 101	Durango, CO81301	329736	23444	C-103F

OCD Reviewer	Condition
ahvermersch	See attached letter for NMOCD COA's