

Notice of Intent

Sundry ID: 2654288

Type of Submission: Notice of Intent

Date Sundry Submitted: 01/27/2022

Date proposed operation will begin: 02/01/2022

Type of Action: Plug and Abandonment

Time Sundry Submitted: 06:51

Procedure Description: Hilcorp Energy Company requests permission to P&A the subject well per the attached procedures, current and proposed wellbore schematics. A closed loop system will be used. A pre-disturbance site visit was not conducted as surface is US Forest Service.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Mestenas_Canyon_1__P_A_Procedure_for_NOI_20220127065130.pdf

Conditions of Approval

Additional Reviews

2654288_NOIA_1_3003927677_KR_04192022_20220419143509.pdf

General_Requirement_PxA_20220419143458.pdf

29N04W04D_04KKkf_Mestenas_Canyon_1_20220419123943.pdf

Operator Certification

I certify that the foregoing is true and correct. 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 to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: AMANDA WALKER

Signed on: JAN 27, 2022 06:51 AM

Name: HILCORP ENERGY COMPANY

Title: Operations/Regulatory Technician

Street Address: 1111 TRAVIS ST.

City: HOUSTON**State:** TX

Phone: (346) 237-2177

Email address: mwalker@hilcorp.com

Field Representative

Representative Name:

Street Address:

City:**State:****Zip:**

Phone:

Email address:

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK

BLM POC Title: Petroleum Engineer

BLM POC Phone: 5055647742

BLM POC Email Address: krennick@blm.gov

Disposition: Approved

Disposition Date: 04/19/2022

Signature: Kenneth Rennick



P&A Procedure

General Information			
Well Name	Mestenas Canyon 1	Date:	1/24/2022
API:	30-039-27677	AFE #	
Field:	San Juan	County	San Juan
Status:	Well is ACOI		
Subject:	Permanently P&A wellbore		
By:	M. Wissing		

Well Data

Surface Casing: 9-5/8" 36# J-55 at 1,197'

Production Casing: 5-1/2" J-55 15.5# at 6,916'

Production Tubing: 2-3/8" J-55 4.7# at 4,384'

Wellbore: Horizontal

Rod String: 3/4" & 7/8" rods w/ 2"x1.5"x14' RWAC insert pump

Current Perforations: 4,510' – 6,864' - Pre-perforated casing jts

Current PBTD: 6,916' MD (Shoe) 4,109' (TVD)

SICP = 365 psig

Notes: Remedial rig notes of possible collapsed casing at 4,524' MD.

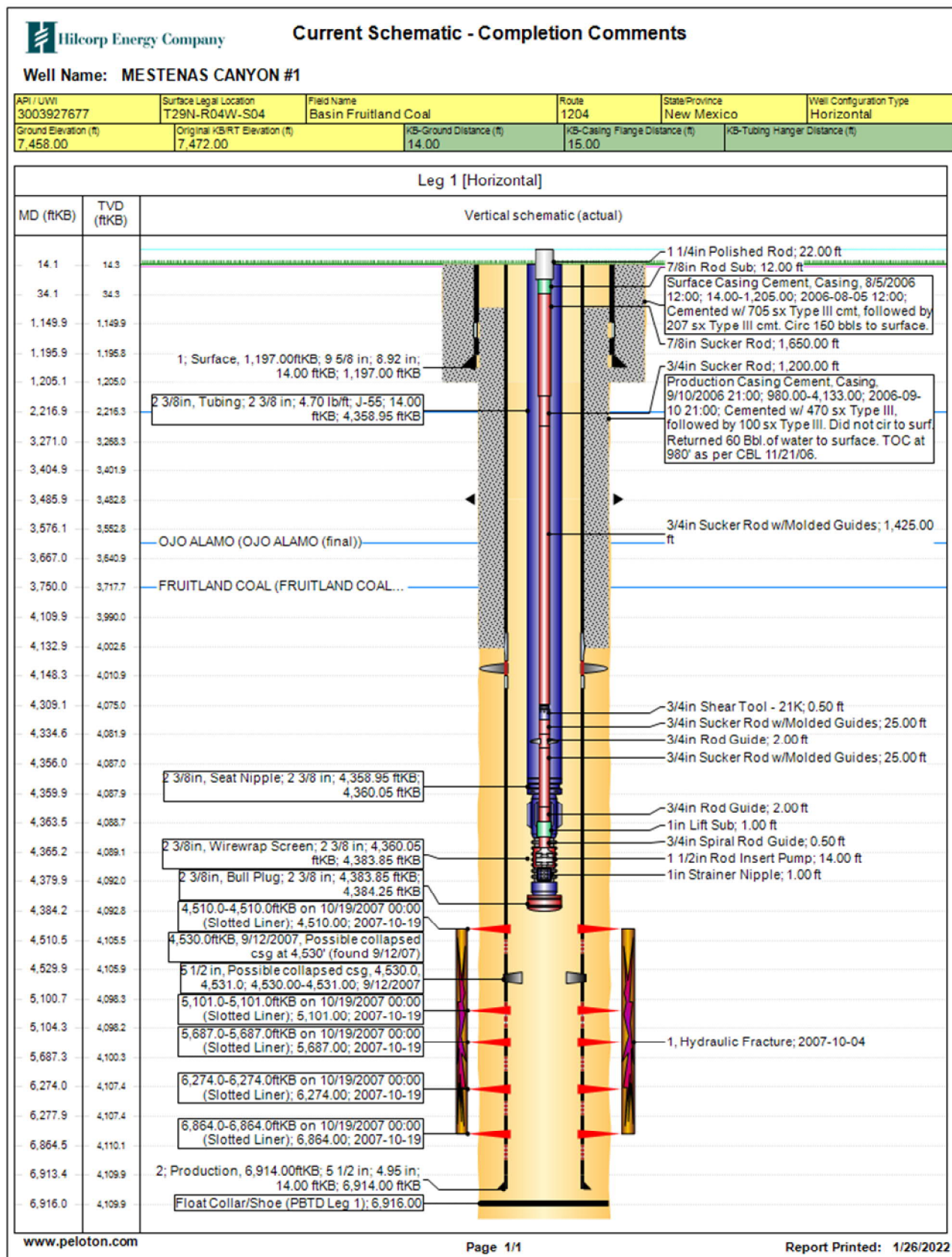
Hold PJSM prior to begin all operations. Properly document all operations via the JSA process. Ensure that all personnel onsite abide by HEC safety protocol, including PPE, housekeeping, and standard guidelines. Verify cathodic protection is off and wellhead instrumentation is properly disconnected from the wellhead. Comply with all NMOCD, BLM, US Forest, and HEC safety and environmental regulations. Verify there is no H2S present prior to beginning operations. If any H2S is present, take the necessary actions to ensure that the location is safe prior to beginning operations. Observe and record pressures across all strings daily, prior to beginning operations.

Remember to notify NMOCD & BLM 24 hours prior to starting operations on location. This procedure is contingent upon P&A sundry approval by both the NMOCD and BLM.

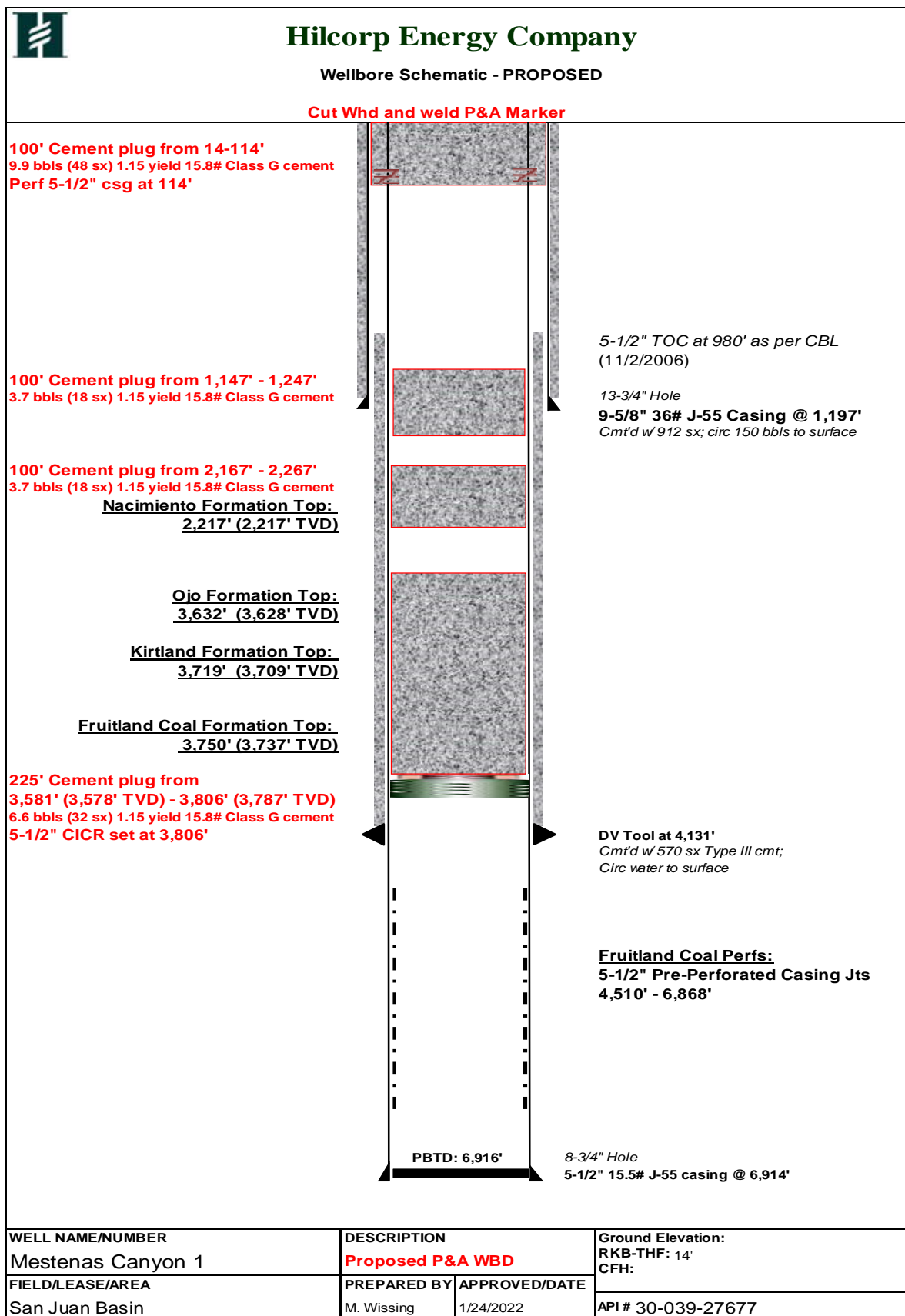
P&A Rig Procedure

1. MIRU P&A rig and equipment. Record pressures on all strings.
2. Unseat rod pump and POOH with rod string & rod pump. NU BOP & test. TOOH with production tbg.
3. RIH with 5.5" casing scraper to +/- 3,825'.
4. MU 5.5" CICR and RIH with 2-3/8" work string. Set CICR at 3,806' (3,787' TVD).
 - a. **Fruitland Coal Formation top at 3,750' (3,737' TVD);**
5. Load wellbore with KCl water and circulate wellbore clean. Pressure test the casing to 500 psi to verify wellbore integrity and plug set.
6. **Plug #1 (Fruitland Coal Formation top at 3,750' (3,737' TVD), Kirtland top at 3,719' (3,709' TVD), Ojo top at 3,632' (3,628' TVD)):** RU cementers and pump a 225' balanced cmt plug inside the 5-1/2" csg from 3,581' - 3,806', using 6.6 bbls (32 sx) of 15.8+ ppg Class G cmt.
7. TOOH with tbg to 2,267'.
8. **Plug #2 (Nacimiento Formation top at 2,217'):** RU cementers and pump a 100' balanced cmt plug from 2,167'– 2,267' inside the 5-1/2" using 3.7 bbls (18 sx) of 15.8 ppg Class G cmt.
9. TOOH with tbg to 1,247'.
10. **Plug #3 (Surface casing shoe at 1,197'):** RU cementers and pump a 100' balanced cmt plug from 1,147'– 1,247' inside the 5-1/2" using 3.7 bbls (18 sx) of 15.8 ppg Class G cmt.
11. TOOH with tbg.
12. RU E-line and MU circulating charges. RIH and perf 5.5" csg at 114'. POOH. Establish circulation down 5.5" csg and up 9-5/8" x 5-1/2" annulus.
13. **Plug #4 (Surface):** RU cementers and pump a 100' inside/outside cmt plug from Surface – 114' inside the 5-1/2" and 9-5/8" x 5-1/2" annulus using 9.9 bbls (48 sx) of 15.8 ppg Class G cmt.
14. WOC 4 hrs. Verify all pressures on all strings are at 0 psi.
15. ND BOP. Tag cmt and top off wellbore as needed. Cutoff wellhead at surface and weld on P&A marker.
16. RDMO P&A rig.

CURRENT WELLBORE SCHEMATIC



PROPOSED WELLBORE SCHEMATIC



**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 minimum general 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.

(October 2012 Revision)

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

AFMSS 2 Sundry ID 2654288

Attachment to notice of Intention to Abandon

Well: Mestenas Canyon 1

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 at (505) 564-7750.

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.

K. Rennick 4/19/2022

BLM FLUID MINERALS P&A Geologic Report

Date Completed: 04/19/2022

Well No. Mestenas Canyon #1 (API# 30-39-27677)	SHL BHL	660 1914	FNL FSL	& &	660 1726	FWL FWL
Lease No. NMSF-079756A	Sec. 04	T29N			R04W	
Operator Hilcorp Energy Company	County	Rio Arriba		State	New Mexico	
Total Depth (MD) 6923'	PBTD (MD) 6916'	Formation Fruitland Coal				
Elevation (GL) 7458'		Elevation (KB) 7472'				

Geologic Formations	Est. Top	Est. Bottom	Log Top (MD)	Log Bottom (MD)	Remarks
San Jose Fm			Surface	2217	Surface/possible freshwater sands
Nacimiento Fm			2217	3632	
Ojo Alamo Ss			3632	3719	Aquifer (possible freshwater)
Kirtland Shale			3719	3750	
Fruitland Fm			3750	PBTD	Coal/gas/water
Pictured Cliffs Ss					
Lewis Shale					
Chacra					
Cliff House Ss					
Menefee Fm					
Point Lookout Ss					
Mancos Shale					
Gallup					
Greenhorn					
Graneros Shale					
Dakota Ss					
Morrison Formation					

Remarks:

P & A

- Horizontal well bore. All formation tops are reported as measured depth (MD) from KB elevation.
- The plugs proposed in the P&A procedure will adequately protect any freshwater sands in this well bore.
- Fruitland Coal 5.5" pre-perforated casing joints set from 4510' – 6864' (MD).

Reference Well:

1) **Formation Tops**
Same

Prepared by: Chris Wenman

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
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
District IV
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

CONDITIONS

Action 105663

CONDITIONS

Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171
	Action Number: 105663
	Action Type: [C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	5/13/2022
kpickford	Adhere to BLM approved plugs and COAs. See GEO Report	5/13/2022