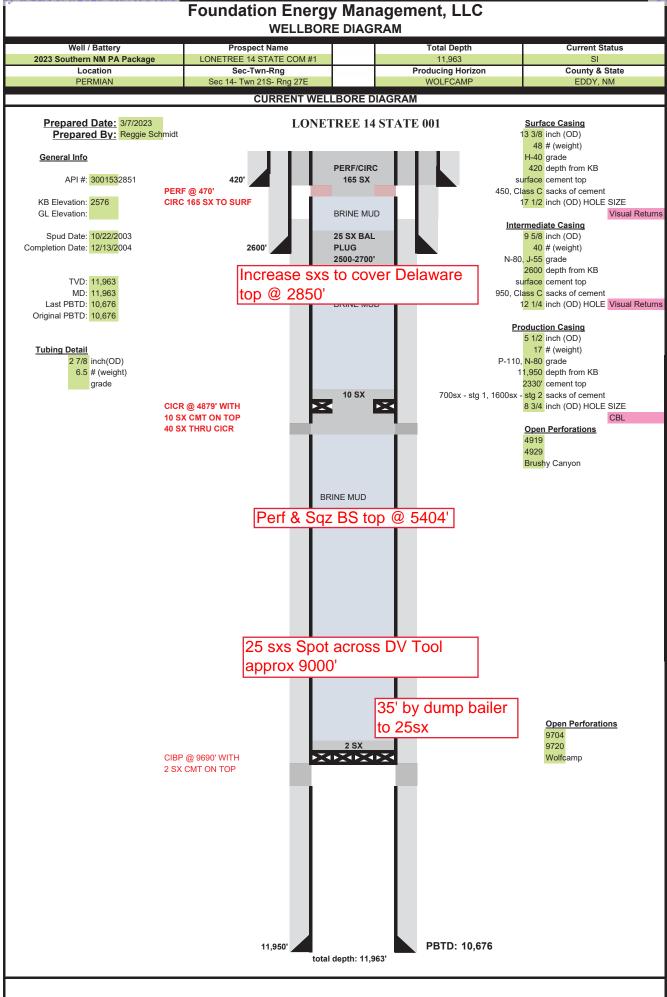
Submit 1 Copy To Appropriate District Office	State of New Mo Energy, Minerals and Natu			Form C-103 Revised July 18, 2013
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, winterars and water	irai Resources	WELL API NO. 30-015-328	
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION		5. Indicate Type	
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fran Santa Fe, NM 8		STATE	FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa PC, INIVI 6	7505	6. State Oil & Ga L-1899-7	as Lease No.
SUNDRY NOT	ICES AND REPORTS ON WELLS OSALS TO DRILL OR TO DEEPEN OR PL		7. Lease Name o	r Unit Agreement Name
	CATION FOR PERMIT" (FORM C-101) FO		Lonetree 14 Sta	
1. Type of Well: Oil Well	Gas Well Other		8. Well Number	#001
2. Name of Operator Foundation E	nergy Management, LLC		9. OGRID Numb	370740
3. Address of Operator	Road, Suite 650, Addison, TX 7500	01	10. Pool name or	Wildcat Wolfcamp 70070
4. Well Location	Koad, Suite 050, Addison, TA 750	01	Alacan Illis,	Woncamp 70070
Unit Letter O :		line and _198		m the East line
Section 14	Township 21S Ra 11. Elevation (Show whether DR	ange 27E	NMPM	County Eddy
	3205 GL	, KKD, K1, OK, eic.)	100	
12 Charle	Appropriate Box to Indicate N	lature of Notice	Panort or Other	Data
			-	
NOTICE OF IN PERFORM REMEDIAL WORK □	NTENTION TO: PLUG AND ABANDON ☑	SUB:	SEQUENT RE	PORT OF: ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRI		P AND A
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT	JOB 🗆	
DOWNHOLE COMMINGLE CLOSED-LOOP SYSTEM				
OTHER:		OTHER:		
	oleted operations. (Clearly state all jork). SEE RULE 19.15.7.14 NMAG			
proposed completion or re	completion.	-		-
	0' of perfs), RDMO wireline,RIH tes 4 sx cement on top of CIBP, POOH			
	and set CICR, Sting out of CICR, a			
	t into perfs at 4919-29'. Mix and pur			
	nt and reverse circulate tbg clean. PO OOH laying down all tbg. MIRU wi			
	down Production csg, taking returns			
	OH with 2 jts tbg, and watch for cem			
	ify cement to surface on all strings. in diameter. Marker must be set in			
stamp in Marker's metal: Operate	or Name, Lease name, Well number,		-	_
Take pictures and submit NMOC	D paperwork	-		
Spud Date: 10/2/2017	Rig Release Da	ate: 12/1/2017		
10/2/2017		12,172017		
I hereby certify that the information	above is true and complete to the b	est of my knowledge	and helief	
Thereby certify that the information	above is true and complete to the s	est of my knowledge	and benefi.	
SIGNATURE MILL	TITLE PAI	ead	D/	ATE 14 April 2023
1 00				
Type or print name Laurie Rock For State Use Only	E-mail addres	s: <u>lrock@foundatio</u>	nenergy.com PH	IONE: <u>(832) 312-5674</u>
APPROVED BY:	-			
	TITLE	Petroleum Speci	alist _{DA}	TE 05/17/23
Conditions of Approval (if any):	TITLE	Petroleum Speci	alistDA	TE 05/17/23
Conditions of Approval (if any):			alistDA	
		Sec		



CONDITIONS FOR PLUGGING AND ABANDONMENT

OCD - Southern District

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office II at (575)-748-1283 at least 24 hours before beginning work. After MIRU rig will remain on well until it is plugged to surface. OCD is to be notified before rig down. Company representative will be on location during plugging procedures.

- 1. A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs. Insure all bradenheads have been exposed, identified and valves are operational prior to rig up.
- 2. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- 3. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator as well as the contractor, to verify that this permit is in place prior to performing work. Drivers shall be able to produce a copy upon request of an NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- 5. A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can be released.
- 6. If work has not begun within 1 Year of the approval of this procedure, an extension request must be file stating the reason the well has not been plugged.
- 7. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- 8. Produced water will not be used during any part of the plugging operation.
- 9. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- 10. All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 11. Class 'C' cement will be used above 7500 feet.
- 12. Class 'H' cement will be used below 7500 feet.
- 13. A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- 14. All Casing Shoes Will Be Perforated 50' below shoe depth and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing.

- 16. When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 17. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.
- 18. A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).
- 19. No more than 3000' is allowed between cement plugs in cased hole and 2000' in open hole.
- 20. Some of the Formations to be isolated with cement plugs are: These plugs to be set to isolate formation tops
 - A) Fusselman
 - B) Devonian
 - C) Morrow
 - D) Wolfcamp
 - E) Bone Springs
 - F) Delaware
 - G) Any salt sections
 - H) Abo
 - 1) Glorieta
 - J) Yates.
 - K) Cherry Canyon Eddy County
 - L) Potash---(In the R-111-P Area (Page 3 & 4), a solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
- 21. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing

DRY HOLE MARKER REQUIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

1. Operator name 2. Lease and Well Number 3.API Number 4. Unit Letter 5. Quarter Section (feet from the North, South, East or West) 6. Section, Township and Range 7. Plugging Date 8. County (SPECIAL CASES)------AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, a below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)

SITE REMEDIATION DUE WITHIN ONE YEAR OF WELL PLUGGING COMPLETION

R-111-P Area

T 18S - R 30E

Sec 10 Unit P. Sec 11 Unit M,N. Sec 13 Unit L,M,N. Sec 14 Unit C -P. Sec 15 Unit A G,H,I,J,K,N,O,P. Sec 22 Unit All except for M. Sec 23, Sec 24 Unit C,D,E,L, Sec 26 Unit A-G, Sec 27 Unit A,B,C

T 19S - R 29E

Sec 11 Unit P. Sec 12 Unit H-P. Sec 13. Sec 14 Unit A,B,F-P. Sec 15 Unit P. Sec 22 Unit A,B,C,F,G,H,I,J K,N,O,P. Sec 23. Sec 24. Sec 25 Unit D. Sec 26 Unit A-F. Sec 27 Unit A,B,C,F,G,H.

T 19S - R 30E

Sec 2 Unit K,L,M,N. Sec 3 Unit I,L,M,N,O,P. Sec 4 Unit C,D,E,F,G,I-P. Sec 5 Unit A,B,C,E-P. Sec 6 Unit I,O,P. Sec 7 – Sec 10. Sec 11 Unit D, G—P. Sec 12 Unit A,B,E-P. Sec 13 Unit A-O. Sec 14-Sec 18. Sec 19 Unit A-L, P. Sec 20 – Sec 23. Sec 24 Unit C,D,E,F,L,M,N. Sec 25 Unit D. Sec 26 Unit A-G, I-P. Sec 27, Sec 28, Sec 29 Unit A,B,C,D,F,G,H,I,J,O,P. Sec 32 Unit A,B,G,H,I,J,N,O,P. Sec 33. Sec 34. Sec 35. Sec 36 Unit D,E,F,I-P.

T 19S - R 31E

Sec 7 Unit C,D,E,F,L. Sec 18 Unit C,D,E,F,G,K,L. Sec 31 Unit M. Sec 34 Unit P. Sec 35 Unit M,N,O. Sec 36 Unit O,P.

T 20S - R 29E

Sec 1 Unit H,I,P. Sec 13 Unit E,L,M,N. Sec 14 Unit B-P. Sec 15 Unit A,H,I,J,N,O,P. Sec 22 Unit A,B,C,F,G,H,I,J,O,P. Sec 23. Sec 24 Unit C,D,E,F,G,J-P. Sec 25 Unit A-O. Sec 26. Sec 27 Unit A,B,G,H,I,J,O,P. Sec 34 Unit A,B,G,H. Sec 35 Unit A-H. Sec 36 Unit B-G.

T 20S - R 30E

Sec 1 – Sec 4. Sec 5 Unit A,B,C,E-P. Sec 6 Unit E,G-P. Sec 7 Unit A-H,I,J,O,P. Sec 8 – 17. Sec 18 Unit A,B,G,H,I,J,O,P. Sec 19 Unit A,B,G,H,I,J,O,P. Sec 30 Unit A-L,N,O,P. Sec 31 Unit A,B,G,H,I,P. Sec 32 – Sec 36.

T 20S - R 31E

Sec 1 Unit A,B,C,E-P. Sec 2. Sec 3 Unit A,B,G,H,I,J,O,P. Sec 6 Unit D,E,F,J-P. Sec 7. Sec 8 Unit E-P. Sec 9 Unit E,F,J-P. Sec 10 Unit A,B,G-P. Sec 11 – Sec 36.

T 21S - R 29E

Sec 1 – Sec 3. Sec 4 Unit L1 – L16,I,J,K,O,P. Sec 5 Unit L1. Sec 10 Unit A,B,H,P. Sec 11 – Sec 14. Sec 15 Unit A,H,I. Sec 23 Unit A,B. Sec 24 Unit A,B,C,D,F,G,H,I,J,O,P. Sec 25 Unit A,O,P. Sec 35 Unit G,H,I,J,K,N,O,P. Sec 36 A,B,C,F – P.

T 21S - R 30E

Sec 1 – Sec 36

T 21S - R 31E

Sec 1 – Sec 36

T 22S - R 28E

Sec 36 Unit A,H,I,P.

T 22S - R 29E

Sec 1. Sec 2. Sec 3 Unit I,J,N,O,P. Sec 9 Unit G – P. Sec 10 – Sec 16. Sec 19 Unit H,I,J. Sec 20 – Sec 28. Sec 29 Unit A,B,C,D,G,H,I,J,O,P. Sec 30 Unit A. Section 31 Unit C – P. Sec 32 – Sec 36

T 22S - R 30E

Sec 1 – Sec 36

T 22S - R 31E

Sec 1 – Sec 11. Sec 12 Unit B,C,D,E,F,L. Sec 13 Unit E,F,K,L,M,N. Sec 14 – Sec 23. Sec 24 Unit C,D,E,F,K,L,M,N. Sec 25 Unit A,B,C,D. Sec 26 Unit A,BC,D,G,H. Sec 27 – Sec 34.

T 23S - R 28E

Sec 1 Unit A

T 23S - R 29E

Sec 1 – Sec 5. Sec 6 Unit A – I, N,O,P. Sec 7 Unit A,B,C,G,H,I,P. Sec 8 Unit A – L, N,O,P. Sec 9 – Sec 16. Sec 17 Unit A,B,G,H,I,P. Sec 21 – Sec 23. Sec 24 Unit A – N. Sec 25 Unit D,E,L. Sec 26. Sec 27. Sec 28 Unit A – J, N,O,P. Sec 33 Unit A,B,C. Sec 34 Unit A,B,C,D,F,G,H. Sec 35. Sec 36 Unit B,C,D,E,F,G,K,L.

T 23S - R 30E

Sec 1 – Sec 18. Sec 19 Unit A – I,N,O,P. Sec 20, Sec 21. Sec 22 Unit A – N, P. Sec 23, Sec 24, Sec 25. Sec 26 Unit A,B,F-P. Sec 27 Unit C,D,E,I,N,O,P. Sec 28 Unit A – H, K,L,M,N. Sec 29 Unit A – J, O,P. Sec 30 Unit A,B. Sec 32 A,B. Sec 33 Unit C,D,H,I,O,P. Sec 34, Sec 35, Sec 36.

T 23S - R 31E

Sec 2 Unit D,E,J,O. Sec 3 – Sec 7. Sec 8 Unit A – G, K – N. Sec 9 Unit A,B,C,D. Sec 10 Unit D,P. Sec 11 Unit G,H,I,J,M,N,O,P. Sec 12 Unit E,L,K,M,N. Sec 13 Unit C,D,E,F,G,J,K,L,M,N,O. Sec 14. Sec 15 Unit A,B,E – P. Sec 16 Unit I, K – P. Sec 17 Unit B,C,D,E, I – P. Sec 18 – Sec 23. Sec 24 Unit B – G, K,L,M,N. Sec 25 Unit B – G, J,K,L. Sec 26 – Sec 34. Sec 35 Unit C,D,E.

T 24S – R 29E

Sec 2 Unit A, B, C, D. Sec 3 Unit A

T 24S - R 30E

Sec 1 Unit A - H, J - N. Sec 2, Sec 3. Sec 4 Unit A,B,F - K, M,N,O,P. Sec 9 Unit A - L. Sec 10 Unit A - L, O,P. Sec 11. Sec 12 Unit D,E,L. Sec 14 Unit B - G. Sec 15 Unit A,B,G,H.

T 24S - R 31E

Sec 3 Unit B – G, J – O. Sec 4. Sec 5 Unit A – L, P. Sec 6 Unit A – L. Sec 9 Unit A – J, O,P. Sec 10 Unit B – G, K – N. Sec 35 Unit E – P. Sec 36 Unit E,K,L,M,N.

T 25S - R 31E

Sec 1 Unit C,D,E,F. Sec 2 Unit A – H.

Foundation Energy Management, LLC

Drilling - Completion - Workover - Facilities PROCEDURE

AFE No.:				AFE Amount		DRIL	LINC	3 \$0)
AFE Type:	PLU	G AND A	BANDONMENT		С	OMPLET	IONS	S \$0)
AFE Category:		C	APEX			Total (G	ross)): \$0)
WI:	99.68%	NRI:		AFE Date:	3/7/2023	Total	(Net)): \$0)
Well /	Battery		Prospect Name	Total	Denth			Est. Start Date	

Well / Battery	Prospect Name	Total Depth	Est. Start Date
LONETREE	LONETREE 14 STATE COM 001	11963	6/15/2023
Location	Sec-Twn-Rng	Producing Horizon	County & State
660 FSL 1980 FEL	SEC14-21S-27E	ALACAN HILLS, WOLFCAMP	EDDY, NM

AFE Description
PLUG AND ABANDONMENT

PROCEDURE

Prior to Plugging

- 1. Remove all surface equipment
- NLT 24 hours prior to starting operations, contact the state to notify about the intent to plug NMOCD Inspection Staff and Field Operations, (575) 626-0830
- 3. Relay driving instructions to Well from nearest town
- 4. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks of salt gel per 100 barrels of brine.
- 5. Insure all bradenheads have been exposed, identified, and valves are operational prior to rigging up on Well.

Plugging Procedure

- 1. MIRU
- 2. Hold JSA and Safety
- 3. Bleed off any pressure, kill well as necessary.
- 4. NDWH, NUBOP
- 5. Release pkr, and POOH with tbg and pkr, standing back
- 6. MIRU Wireline, RIH 5 ½ CIBP.
- 7. Set CIBP at/near 9690" (w/in 100' of perfs)
- 8. RDMO wireline
- 9. RIH testing tbg to 6,000 #
- 10. Circulate hole full of mud, displacing any fluid in the hole.
- 11. Mix and pump 4 sx cement on top of CIBP
- 12. POOH laying down tbg to ~4850', stand back remaining tbg.
- 13. Pick up CICR and stinger, RIH to 4879', and set CICR
- 14. Sting out of CICR, and pressure test retainer and casing above to 1000 psi
- 15. Sting back into CICR, and take injection test into perfs at 4919-29'
- 16. Mix and pump 50 sx cmt, pump 40 sx thru retainer, sting out and pump 10 sx on top of CICR.
- 17. POOH above cmt and reverse circulate tbg clean.
- 18. POOH laying down tbg to 2700'
- 19. Mix and pump 25sx balanced shoe plug 2700-2500' inside casing.
- 20. POOH laying down all tbg.
- 21. MIRU wireline, RIH and perf csg 471-470' 4spf.
- 22. RIH with 2 jts tbg, and RU cementers
- 23. Break circulation down Production csg, taking returns up Intermediate csg.
- 24.Mix and pump 165 sx cmt and pump until cmt returns seen on surface
- 25. POOH with 2 jts tbg, and watch for cement to fall.
- 26. Top off cement if needed.
- 27. RDMO plugging equipment
- 28. Cut off WH 3' below surface, verify cement to surface on all strings
- 29. Mark exact location of PA Well w/a steel marker. Steel marker must not be less than four inches in diameter.
- 30. Marker must be set in cement and extending at least 4' above ground level.
- 31. Weld or stamp in Marker's metal:

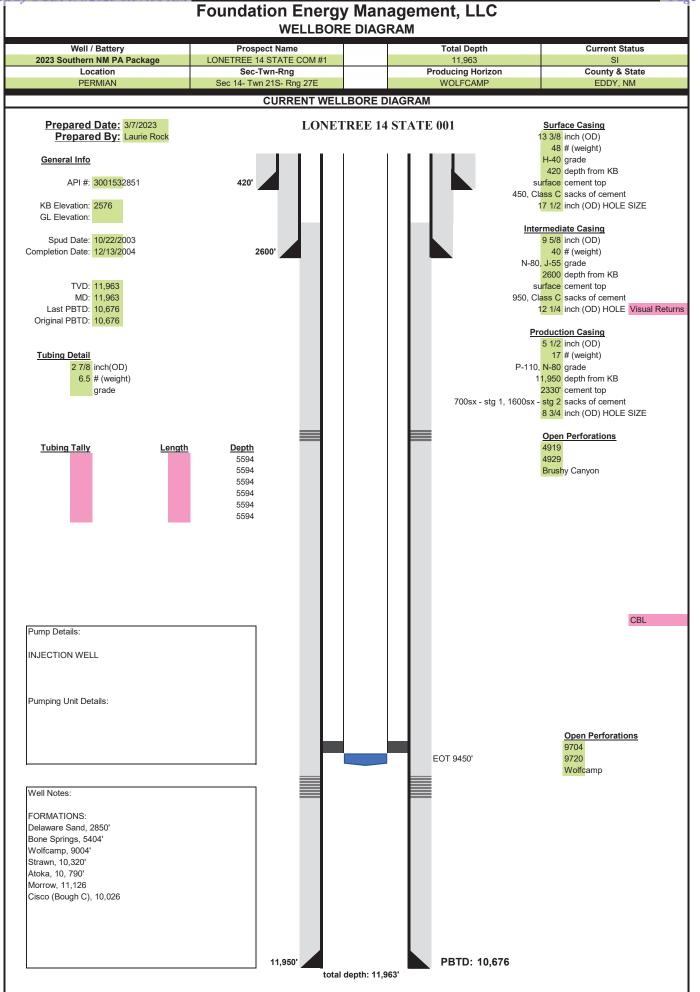
Operator Name

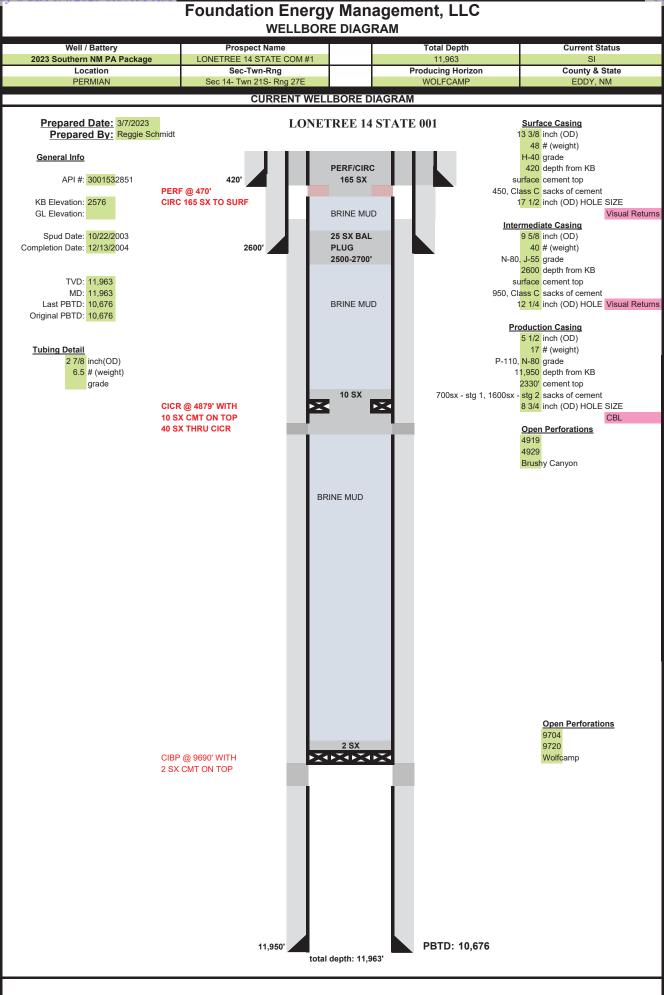
Lease name

Well number

Location, including unit letter, section, township and range

32. Take pictures and submit NMOCD paperwork





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

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

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

State of New Mexico

CONDITIONS

Action 213510

CONDITIONS

Operator:	OGRID:	
FOUNDATION ENERGY MANAGEMENT, LLC	370740	
5057 KELLER SPRINGS RD	Action Number:	
ADDISON, TX 75001	213510	
	Action Type:	
	[C-103] NOI Plug & Abandon (C-103F)	

CONDITIONS

Created By		Condition Date
john.harrison	Adhere to NMOCD COAs attached	5/17/2023