| eceived by OCP: 5/5/2023 1:39:04 | PM State of New | Mexico | Form C | Page 1 of |
|---|--|--|--|-------------|
| Office District I – (575) 393-6161 | Energy, Minerals and I | Natural Resources | Revised July 18 | |
| 1625 N. French Dr., Hobbs, NM 88240 | | | WELL API NO. | |
| <u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210 | OIL CONSERVAT | ON DIVISION | 30-025-28293 | |
| <u>District III</u> – (505) 334-6178 | 1220 South St. 1 | Francis Dr. | 5. Indicate Type of Lease STATE FEE FEE | |
| 1000 Rio Brazos Rd., Aztec, NM 87410 District IV – (505) 476-3460 | Santa Fe, NN | M 87505 | 6. State Oil & Gas Lease No. | |
| 1220 S. St. Francis Dr., Santa Fe, NM 87505 | , | | o. state on te das zease no. | |
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A | | | 7. Lease Name or Unit Agreement Na State 32 | ame |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH | | | 8. Well Number #3 | |
| PROPOSALS.) 1. Type of Well: Oil Well | Gas Well Other | | 6. Well Nulliber #3 | |
| 2. Name of Operator | Gas well Other | | 9. OGRID Number | |
| CrownQuest Operating, LLC | | | 213190 | |
| 3. Address of Operator | | | 10. Pool name or Wildcat | |
| P.O. Box 53310, Midland, TX 79 | 710 | | Baum (Upper Penn) | |
| 4. Well Location | | | | |
| Unit Letter N : | feet from the S | line and1980 | · | |
| Section 32 | | Range 33E | NMPM County Lea | |
| | 11. Elevation (Show whether | | .) | |
| | 42 | 61.5' GR | | |
| 12 Charles | Annonriota Day to Indian | to Noture of Notice | Danast or Other Date | |
| 12. Clieck A | Appropriate Box to Indicat | te Mature of Motice, | , Report of Other Data | |
| NOTICE OF IN | NTENTION TO: | | SSEQUENT REPORT OF: | |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | REMEDIAL WOR | _ | G 🗌 |
| TEMPORARILY ABANDON | | | RILLING OPNS. P AND A | |
| PULL OR ALTER CASING | MULTIPLE COMPL | CASING/CEMEN | IT JOB | |
| DOWNHOLE COMMINGLE | | | | |
| CLOSED-LOOP SYSTEM OTHER: | | OTHER: | | |
| | oleted operations. (Clearly state | | nd give pertinent dates, including estimate | ed date |
| | | | ompletions: Attach wellbore diagram of | |
| proposed completion or rec | completion. | | | |
| | | | | |
| 1. Set 5 ½ CIBP @ 9700'. C | irc hole w/ MLF. Pressure tes | t csg. Spot 25 sx cmt @ | [®] 9700-9500'. | |
| 2. Perf & Sqz 50 sx cmt @ 6 | | t esg. spot 20 sx ent (| 2 7700 7500 . | |
| 3. Cut 5 ½" csg @ 4050'. PC | | | | |
| | 000'. WOC & Tag (8 5/8" Sho | e & 5 ½" Stub) | | |
| 5. Spot 50 sx cmt @ 1850-17 | | D9 (1) | | |
| | 430' & circ to surface. (13 3/8 cmt @ surface, weld on Dry H | | | |
| 7. Cut on wen nead, verny c | int @ surface, weld on Dry in | iole Marker. | | |
| | | Add plugg | to cover the following tops: | |
| | PARTITIONS | | • • | |
| | WITH CONDITIONS | Wolfcamp | | |
| Spud Date: ADDROVED | WITH CONDITIONS | Abo - 765 | | |
| Spud Date: Approvide | Heas | Glorieta - | 5380' | |
| | | | | |
| I hereby certify that the information | above is true and complete to t | he best of my knowleds | ge and helief | |
| Thereby certify that the information | above is true and complete to t | ne best of my knowledg | ge and belief. | |
| 21 2 1 2 0 | TOYAN T | Dogulatam: | D 4 777 - 5/5/0000 | |
| SIGNATURE Jan Jan | TITLE | Regulatory | DATE <u>5/5/2023</u> | |
| Type or print name Kourtney Dix | | | 004 044 | |
| | xon E-mail ad | dress: kourtnev.wto | r(a)qmail.com PHONE: 281-944- | 9513 |
| For State Use Only | xon E-mail ad | dress: <u>kourtney.wto</u> | r@gmail.com_PHONE:281-944- | <u>9513</u> |
| | | • | | 9513 |
| APPROVED BY: Conditions of Approval (if any); | TITLE | dress: <u>kourtney.wto</u> Petroleum Special | | 9513 |

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. Sec2. 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.

CURRENT Date Spudded: 8/6/1983 GL: 4261.5', KB: 4276.5' **DIRECTIONS TO LOCATION:** From intersection of US 82 & SH 457 (10 miles west of Lovington, NM), go North on SH 457 for 15.4 miles, West on CR 159 for 1.8 miles, then north 0.1 miles to location 17 1/2 " Hole 13-3/8", 68#, J-55 csg @ 380' Cmt'd w/420 sx CI "C". Circ to surface. 11" Hole 8-5/8", 32# & 24#, J-55 casing @ 4100' Cmt'd w/1232 sx Lite, 290 sx CI "C". TOC @ 3009' by calculation 7-7/8" Hole **Upper Penn Perfs:** 9778-89', 9809-17', 9864-73', 9894-98', Total 65 perfs

CrownQuest Operating, LLC State "32" #3

660' FSL, 1980' FWL, Sec. 32, T-13-S, R-33-E, Lea County, NM, API #30-025-28293

WELL HISTORY

8/6 to 8/7/83 Drill to 308'. Run & cmt w/420 sx. Circ 25 sx to surface.

8/8 to 8/15/83~ Drill to 4100'. Run and cmt 8-5/8" 32 & 24# csg $\mbox{w/1500}\mbox{ sx}.$

8/16 to $9/9/83\,$ Drill to TD 10,000'. Run and cmt 5 ½" csg w/480 sx.

9/14/83 Drill out FC @ 9943' & circ clean.

9/15/83 Spot 2 bbls of acid and perf 9864-73 & 9894-98 w/2 spf & treat w/ 2500 gal 15% w/ balls @ 2.3 bpm & 0-5000 psi (avg 3800 psi) - Swb 37 bw & trace oil in 6.5 hrs

9/16/83 Swb 63 bbls w/ trace oil in 11.5 hrs

9/17/83 Swb 24 bbls in 8 hrs

9/19/83 Found BHP of 671 psi (24 hrs) - Set CIBP @ 9850'

9/20/83 Spot acid & perf 9809-17' w/17 holes - Acidize w/ 1500 gal 15% @ 3 bpm & 4400 psi w/ balls

9/21/83 Swb 114 bbls of fluid, start trace oil to 20% oil

9/22/83 Swb 76 bbls and run BHP bomb

9/23/83 Find BHP 1493 psi - Set RBP @ 9800'.

9/24/83 Spot acid & perf 9778-89' w/2 spf & treat w/ 2000 gal 15% & 20 balls @ 4.5 bpm & 400 psi - Swb 25 bbls in 2 hrs

9/26/83 Swb 124 bbls in 10.5 hrs 100% water.

9/27/83 Swb 158 bbls in 10.5 hrs, end with 2% oil cut

9/28/83 Swb 138 bbls with 2% oil cut in 10.5 hrs

9/29/83 Swb 132 bbls in 10 hrs w/ 2% oil

9/30/83 RIH w/beam lift equipment

11/28/84 RIH w/overshot and remove RBP - put well back on beam lift

 $2/28/85\,$ Acidize through pkr w/1000 gal 15% @ 3.5 bpm & 1255 psi

8/10/88 Spot 1.8 bbls of Petro-Sol X-25 and flush

8/11/88 Swb well dry (rec 22 bw & left 200' of fluid)

8/12/88 Treat w/ 1500 gal 15% & flush w/ 20 bbls KCl water - Swb 8 bbls in 1 run (300' fluid entry in 1 hr)

8/13/88 RIH w/bulldog bailer

8/14/88~ DO CIBP @ 9850' & CO to 9943' - RIH w/beam lift equipment

Formations

Yates - 1800'

Glorita - 5380'

Tubb - 6896'

Abo - 7650'

Wolfcamp - 9060'

Penn – 9714'

 $5\frac{1}{2}$ ", $15\frac{1}{2}$ # & 17#, J-55 casing @ 10,000' Cmt'd w/480 sx, TOC @ 7390' by calculation.

TD: 10,100'

PROPOSED

DIRECTIONS TO LOCATION:

From intersection of US 82 & SH 457 (10 miles west of Lovington, NM), go North on SH 457 for 15.4 miles, West on CR 159 for 1.8 miles, then north 0.1 miles to location

17 1/2 " Hole

13-3/8", 68#, J-55 csg @ 380' Cmt'd w/420 sx Cl "C". Circ to surface.

11" Hole

8-5/8", 32# & 24#, J-55 casing @ 4100' Cmt'd w/1232 sx Lite, 290 sx

CI "C". TOC @ 3009' by calculation

7-7/8" Hole

Formations Yates – 1800'

Glorita – 5380'

Tubb – 6896'

Abo - 7650

Wolfcamp - 9060'

Penn - 9714'

Upper Penn Perfs: 9778-89', 9809-17', 9864-73',

9894-98', **Total 65 perfs**

TD: 10,100'

Date Spudded: 8/6/1983

GL: 4261.5', KB: 4276.5'

CrownQuest Operating, LLC
State "32" #3

660' FSL, 1980' FWL, Sec. 32, T-13-S, R-33-E, Lea County, NM, API #30-025-28293

6. Perf & Sqz 225 sx cmt @ 430' & circ to surface. (13 3/8" Shoe)

5. Spot 50 sx cmt @ 1850-1700'. (Yates)

4. Spot 30 sx cmt @ 4150-4000'. WOC & Tag (8 5/8" Shoe & 5 ½" Stub)

3. Cut 5 1/2" csg @ 4050'. POH.

2. Perf & Sqz 50 sx cmt @ 6950-6750'. (Tubb)

1. Set 5 ½ CIBP @ 9700'. Circ hole w/ MLF. Pressure test csg. Spot 25 sx cmt @ 9700-9500'.

 $5\frac{1}{2}$ ", $15\frac{1}{2}$ # & 17#, J-55 casing @ 10,000' Cmt'd w/480 sx, TOC @ 7390' by calculation.

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

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

CONDITIONS

Action 214116

CONDITIONS

| Operator: | OGRID: |
|---------------------------|-------------------------------------|
| CROWNQUEST OPERATING, LLC | 213190 |
| P.O. Box 53310 | Action Number: |
| Midland, TX 79710 | 214116 |
| | Action Type: |
| | [C-103] NOI Plug & Abandon (C-103F) |

CONDITIONS

| Created | d By | Condition | Condition Date |
|---------|----------|---|-------------------|
| john.h | harrison | Approved w/ conditions. Adhere to NMOCD COAs attached | 5/17/2023 |