eceiyed by OGD i 7 Appropriate district o PM	f State of New Mexico	Form C-103
Office <u>District I</u> – (575) 393-6161	Energy, Minerals and Natural Resource	Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION	WELL API NO. 30-045-09671
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.	5. Indicate Type of Lease STATE FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
(DO NOT USE THIS FORM FOR PROPOSA	ES AND REPORTS ON WELLS LS TO DRILL OR TO DEEPEN OR PLUG BACK TO A TION FOR PERMIT" (FORM C-101) FOR SUCH	7. Lease Name or Unit Agreement Name Sam Cooley
PROPOSALS.)	as Well \Box Other	8. Well Number 1
2. Name of Operator HILCORP ENERGY COMPANY		9. OGRID Number 372171
3. Address of Operator 382 Road 3100, Aztec, NM 8741		10. Pool name or Wildcat Mesaverde
4. Well Location Unit Letter <u>L</u> 1865	feet from theSouthline and131	0 feet from the <u>West</u> line
	Cownship30NRange11W	NMPM County San Juan
	11. Elevation (Show whether DR, RKB, RT, GF 5582' GR	2, <i>etc.</i>)
12. Check App	propriate Box to Indicate Nature of Noti	ce, Report or Other Data
		SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK 🗌	PLUG AND ABANDON 🗌 🔰 REMEDIAL	WORK ALTERING CASING

Please see the attached wellbore prep operations that have taken place to date. Approval received to RDMO and return to the well within
30 days to perform a casing patch, with an approved NOI.

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

 \square

Spud	Date
------	------

Rig Release Date:

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

CHANGE PLANS

MULTIPLE COMPL

proposed completion or recompletion.

SIGNATURE	

Albublir
(NUMBLI

_____ TITLE Operations / Regulatory Technician DATE 7/20/2023

COMMENCE DRILLING OPNS.

CASING/CEMENT JOB

OTHER:

P AND A

RC WBP (csg leak)

Type or print name	Amanda Walker	E-mail address:	mwalker@hilcorp.com	PHONE:	505-324-5122
For State Use Only					

APPROVED BY:	
Conditions of Approval (if any):	

TEMPORARILY ABANDON

PULL OR ALTER CASING

DOWNHOLE COMMINGLE

CLOSED-LOOP SYSTEM

OTHER:

TITLE

DATE

Released to Imaging: 7/20/2023 3:56:22 PM

30-045-09671 FEE SR RC Wellbore Prep/csg leak

6/27/2023: MIRU. CK PRESSURES (SITP = 450 SICP = 450 BH = 80). ND WH. NU BOP, FT, GOOD TST. TAGGED PBTD @ 6683'. SCAN TBG OOH. SDFN.

6/28/2023: CK PRESSURES (SICP-280, SITP-NA, SIBHP-0). TIH W/MILL T/6440'. LD MILL. TIH W/**CIBP & SET @ 6428'.** DISPLACE W/102 BBLS H2O & CIRC CLEAN. PT CSG, NO TST. RUN CBL F/6428' T/SURF. SDFN.

6/29/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). TOP UP HOLE W/4 BBLS H2O. ATTEMPT PT CSG, NO TST. TIH W/PKR & SET @ 4574'. START HOLE HUNTING. CONFIRM GOOD CSG F/SURF T/3883' AND F/4259' T/CIBP @ 6428'. #1 LEAK BETWEEN 3383' & 4103'. #2 LEAK BETWEEN 4103' & 4134'. #3 LEAK BETWEEN 4134' & 4259'. TOOH & LD PKR. SDFN

6/30/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). **APPROVAL RECEIVED TO PMP BALANCED PLUG.** TIH T/4274'. R/U CEMENTERS. PT LINES T/2500 PSI. BREAK CIRC W/5 BBLS H2O. MIX & PMP BALANCED PLUG W/40 SXS (8.2 BBLS) OF 15.8 PPG, 1.15 YIELD, 5 GPS FW MIX, CLASS G CMT. DISP W/14 BBLS FW. PLUG BTTM @ 4274' TOP @ 3759'. TOP UP HOLE W/7BBLS. SQUEEZE 0.9 BBL CMT INTO LEAKS W/900 PSI. NEW TOC CALCULATED @ 3815'. RD CMT CREW. SDFN

7/5/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). TIH & TAG TOC @ 3844'. PT CSG T/600 PSI, GOOD TST. RU PWR SWVL & CO CMT F/3844' T/4000'. CIRC HOLE CLEAN. ATTEMPT PT, NO TST. TOOH T/3998'. SDFN

7/6/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). **APPROVAL RECEIVED TO PMP CMT PLUG.** RU CMT CREW. MIX & PUMP 16 SXS (3.9 BBLS) OF 14.6 PPG, 1.37 YLD, TYPE III CMT AND DISPLACE W/14 BBLS FW. SET A 250' PLUG F/4000' T/3750'. TOP UP HOLE W/6 BBL H2O. ABLE TO SQUEEZE 0.75 BBLS INTO LEAK. SDFN.

7/7/2023: CK PRESSURES (SICP-140, SITP-NA, SIBHP-0). **APPROVAL RECEIVED TO PMP ADDITIONAL CMT PLUG.** TIH & TAG TOC @ 3779'. PT CSG ABV CMT PLUG, GOOD TST. DO CMT F/3779' T/4000'. PT CSG F/4000' T/SURF, NO TST. TOOH T/3998'. RU CMT CREW. MIX & PMP 28 SXS 94 BBLS OF 13 PPG, 0.8 YLD, ULTRAFINE CMT. DISP W/14.5 BBLS H2O. TOP UP HOLE W/6 BBLS H2O & PRESSURES UP T/1300 PSI. RD CMT CREW. WOC. SDFN.

7/9/2023: CK PRESSURES (SICP-950 SITP-NA, SIBHP-0). TIH & TAG TOC @ 3737'. PT CSG AGAINST CMT PLUG, GOOD TST. CO CMT STRINGERS F/3737' T/3769'. CO SOLID CMT F/3769' T/4000'. CIRC CLEAN. PT CSG, NO TST. SDFN.

7/10/2023: CK PRESSURES (BH 0 PSI PROD CSG 0 PSI TBG 0 PSI). PU PKR & HOLE HUNT. SDFN.

7/11/2023: CK PRESSURES (SICP-0, SITP-0, SIBHP-0). CONT HOLE HUNTING W/PKR. GOOD CSG F/3692' T/SURFACE & F/3925' T/3911'. CSG LEAKING F/4000' T/3925' & F/3911' T/3692'. RELEASE & TOOH W/PKR AND RBP. TIH & TAG TOC @ 4000'. DO CMT F/4000' T/4078'. CIRC HOLE CLEAN. SDFN

7/12/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). DO CMT F/4078 T/4290'. CIRC CLEAN. TIH W/MILL T/4570'. RUN CALIPER LOG F/6403' T/SURF. SDFN

7/13/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). TIH & SET PKR @ 4560'. PERFORM MIT BETWEEN PKR @ 4560' & CIBP @ 6428'. TST WITNESSED AND PASSED BY CLARENCE SMITH/NMOCD. RELEASE PKR TOOH. SDFN.

7/18/2023: CK PRESSURES (SICP-0, SITP-NA, SIBHP-0). RIH W/SCBP & SET @ 4585', RIH & SET CBP @ 4050' PLUG NOT ON DEPTH. TIH & TAG @ 4050'. TIH W/REPLACEMENT CBP & TAG FIRST CBP @ 4583' ON TOP OF SCBP @ 4585'. SET CBP @ 4048'. TAG & CONFIRM ET DEPTH, GOOD. TOP UP HOLE W/10 BBLS H2O SET PKR @ 4039', PT T/600 PSI F/30 MINS. SDFN. APPROVAL TO SET BP @ 4050' AND REMEDIATE W/CSG PATCH RECEIVED.

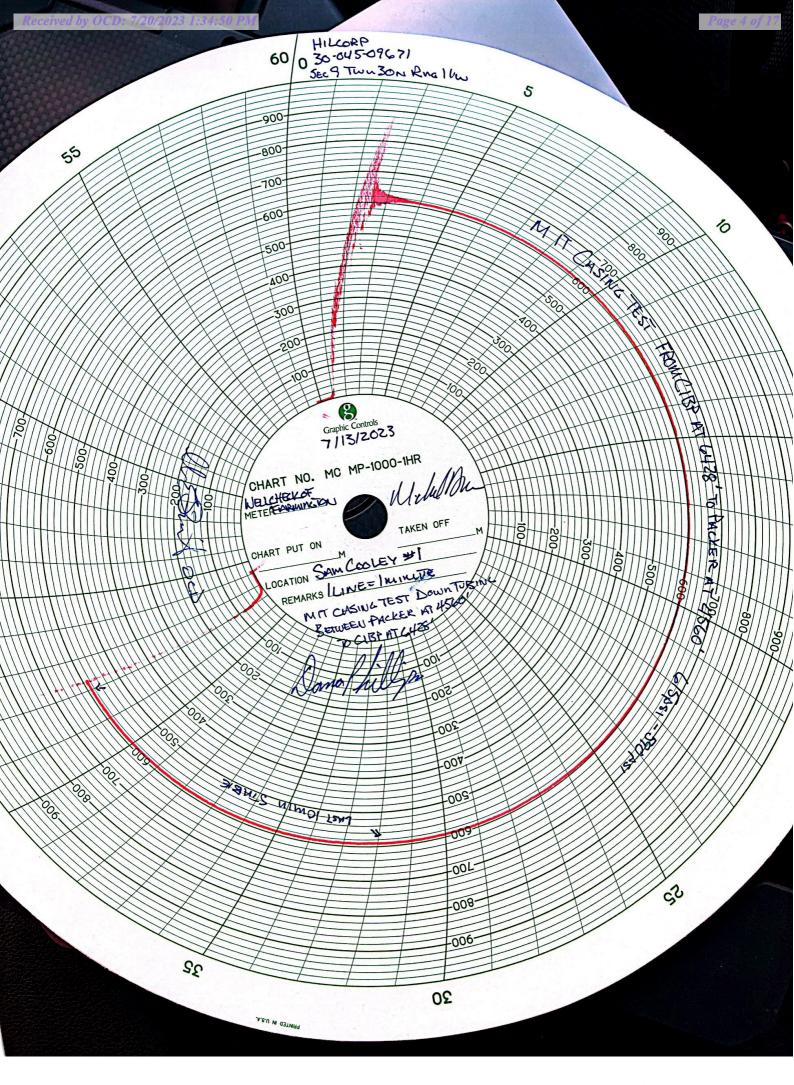
7/19/2023: CK PRESSURES (SICP-0, SITP-0, SIBHP-0). TIH W/PKR & SET @ 3684'. PERFORM MIT F/3684' T/SURF T/580 PSI F/30 MINS. TST WITNESSED & PASSED BY MONICA KUEHLING/NMOCD. WATER DRIBBLING F/BH. RDRR. **RECEIVED APPROVAL TO RDMO AND WAIT FOR CSG PATCH, MUST BE BACK ON WELL W/I 30 DAYS.**

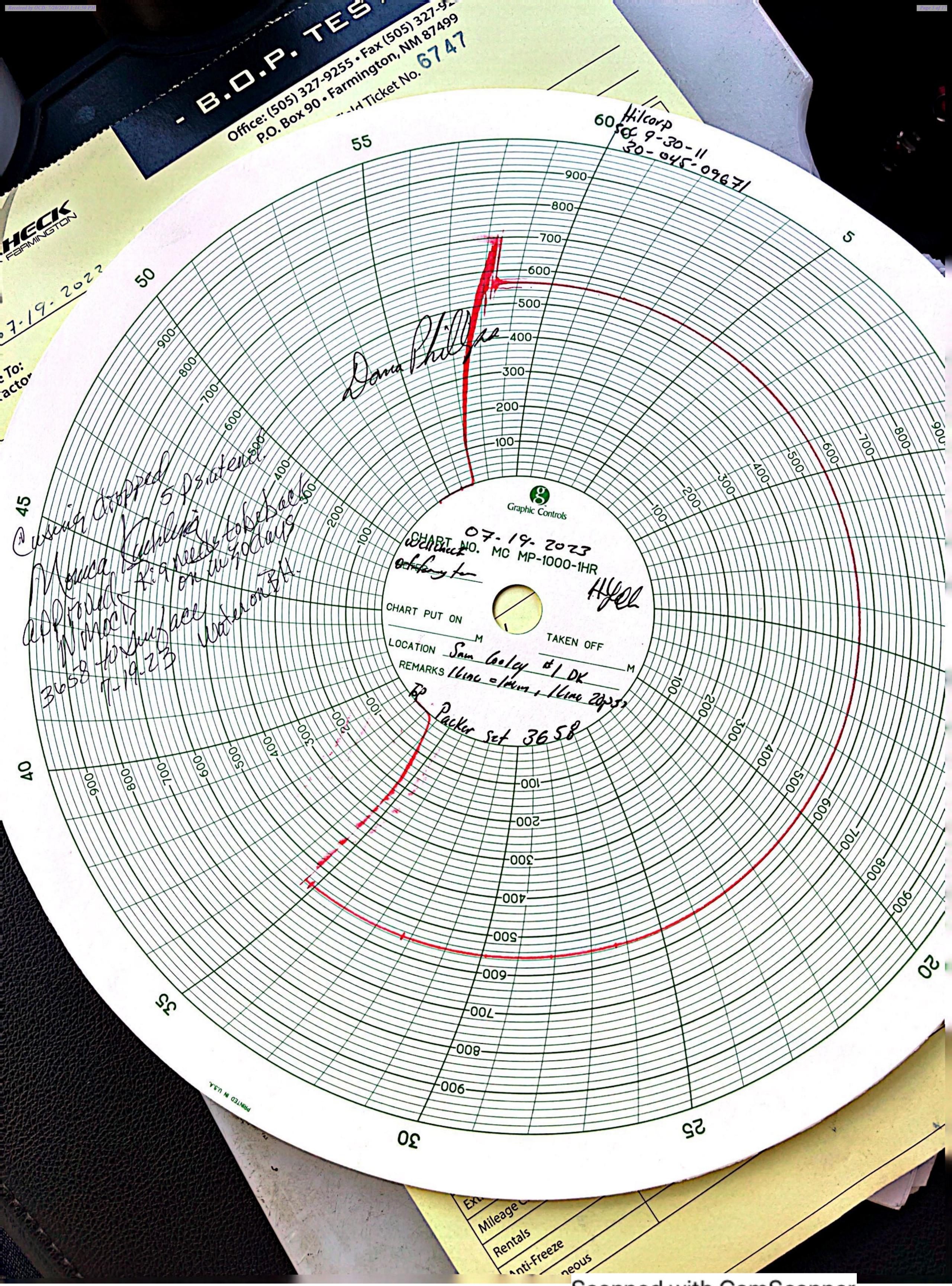
Well Name: SAM COOLEY #1

Hilcorp Energy Company

9170W1 0045096	71	Surface Legal Location Field Name D09-030N-011W-L DK		Route 0307	State/Provin NEW ME	
round Eleva ,582.00	tion (ft)	Original KB/RT Elevation (ft) 5,595.00	KB-Ground Distance (ft) 13.00	KB-Casing Flar	ge Distance (ft)	KB-Tubing Hanger Distance (ft)
				(° 17		
			Original Hole [Ve	erticalj		
MD (ftKB)	TVD (ftKB)		Vertical sch	nematic (actual)		
,	()					
13.1		7in, Tubing Hanger; 7 in; 13.00 ftKB	ftKB			Casing Cement, Casing, 12/21/196 .00-340.00; 1961-12-21; Cemented
14.1						regular w/ 3% CaCL.
329.1					1; Surfac	e, 329.00ftKB; 9.63 in; 9.00 in;
339.9	_				<u></u>	B; 329.00 ftKB
1,403.9		2 3/8in, Tubing; 2 3/8 in; 4.70 lb/f	··	1050500		on Casing Cement, Casing, 2 00:00; 1,404.00-2,181.00; 1962-
2,022.0		— PIC 14.00 ftKB; 3,617.9			01-11; Ce	emented 3rd Stage; 200 sx 50/50
.,163.1		LEWIS (LEWIS (final))			pozmix. 1	OC @ 1404 per 75% eff calc.
2,180.1						
2,181.1		2,181.0ftKB, 1/23/1962, DV Tool @		nevere:		Plug #3, Plug, 7/7/2023 18:00 T PLUG #2); 3,750.00-4,000.00;
3,474.1	_	2 3/8in, Tubing Pup Joint; 2 3/8 in; 4.7 J-55; 3,617.90 ftKB; 3,620.0			2023-07-	07 18:00; SET 250' PLUG F/4000'
3,617.8 3,620.1	_	2 3/8in, Tubing; 2 3/8 in; 4.70 lb/f	t; J-55;		11	SQUEEZE W/ULTRAFINE CMNT. W/1500 PSI N2 PRESSURE HELI
3,651.2		3,620.00 ftKB; 3,651.0 2 3/8in, Packer AS1-X; 2 3/8 in; 3,			ON CSG	& CMNT.
3,658.5	_	ftKB; 3,658.4				Plug #2, Plug, 7/6/2023 15:00; -4.000.00: 2023-07-06 15:00: SET
8,730.0	_	- CLIFF HOUSE (CLIFF HOUSE (final))				G F/4000' T/3750'. SQUEEZE .75
,750.0						
,778.9				00000		Plug, Plug, 6/30/2023 16:00; 4,274.00; 2023-06-30 16:00; DRIL
,000.0				1000000 1000000	/ OUT T/40	000' ON 7/5/23
,047.9		4.04 in, Bridge Plug - COMPOSI 4,048.0, 4,050.0; 4,048.00-4,050.0				on Casing Cement, Casing, 2 00:00; 3,474.00-4,640.00; 1962-
4,049.9		BASE OF PATCH CBP @				emented 2nd Stage: 300 sx 50/50
4,273.9	_	4.04 in, Bridge Plug - COMPOSI	TE BP.]		pozmix. 1	OC @ 3474' per 75% eff calc.
1,295.9 1,564.0		4,583.0, 4,585.0; 4,583.00-4,585.0	0; DID			
1,583.0		MA NOT SET ON DEPTH STOP ONT				
1,585.0	_	4.04 in, Bridge Plug - SEMI COMPC	SITE,			
,586.9		4,585.0, 4,587.0; 4,585.00-4,587.0 BASE OF FRAC CBP @				
,639.1	_	BASE OF FRAC CBF (4505			
4,640.1	_	4,640.0ftKB, 1/23/1962, DV Tool @	4,640'	NSSSS		
5,175.9				899399		n Casing Cement, Casing,
5,586.9		~GALLUP (GALLUP (final)) ^ ^ ^ /				2 00:00; 5,176.00-6,730.00; 1962- emented 1st Stage: 300 sx 50/50
,337.9		GREENHORN (GREENHORN (final))			pozmix a	nd 100 sx regular cmt. TOC @
,391.1	_	— GRANEROS (GRANEROS (final)) — 4.04 in, Bridge Plug - Temporary, 6	,428.0,		51/6' per	75% eff calc.
,428.1	_	6,430.0; 6,428.00-6,430.00; SET DA	AKOTA			
,430.1 ,453.1		ISOLATION CIBP @	6428.			6,463.0ftKB on 1/25/1962 00:00
,462.9					-01-25	DAKOTA); 6,453.00-6,463.00; 1962
5,529.9	_	— DAKOTA (DAKOTA (final))				
,533.1	_					i,551.0ftKB on 1/25/1962 00:00 DAKOTA); 6,533.00-6,551.00; 1962
,550.9	_	<typ> (PBTD); 6,</typ>	683 00L		-01-25	·
,642.1	_	3 3/4 in, Fish, 6,683.0, 6,689.0; 6,6	83.00-			6,656.0ftKB on 1/24/1962 00:00 DAKOTA); 6,642.00-6,656.00; 1962
,655.8	_	6,689.00; DROPPED SLIP SEGME		1999 (S) (S)	-01-24	, 0,0+2.00-0,000.00, 1902
,683.1	_	HOLE ON TOP OF 3 3/4" BIT, CUT T 4' ABOVE BIT SUB AND PUSH FI		>	Productio	n Casing Cement, Casing,
689.0	_	BO	ТТОМ.		1/11/1962	2 00:00 (plug); 6,695.00-6,730.00;
693.9	_	TOP OF FISH @ BOTTOM OF FISH @				11; Cemented 1st Stage: 300 sx zmix and 100 sx regular cmt. TOC
6,694.9 6,729.0	_				@ 5176'	per 75% eff calc.
6,730.0					2; Produc	tion1, 6,730.00ftKB; 4 1/2 in; 4.05
,					in; 13.00	ftKB; 6,730.00 ftKB

Current Schematic - Version 3





Scanned with CamScanner

Mandi Walker

From:	Kuehling, Monica, EMNRD
Sent:	Wednesday, July 19, 2023 10:58 AM
То:	Amanda Atencio; Rennick, Kenneth G; Kade, Matthew H
Cc:	Mandi Walker
Subject:	RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

NMOCD approval given – I will be on site for mit – please include chart from this test in sundry requested earlier for anything performed on this well up to this point.

Thank you

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District

From: Amanda Atencio Sent: Wednesday, July 19, 2023 9:55 AM To: Rennick, Kenneth G ; Kuehling, Monica, EMNRD; Kade, Matthew H

Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Thank you. We will submit Sundry with work performed and NOI with detailed plans for repair.

Also, verbal approval given by Monica Kuehling (via phone conversation with wellsite supervisor/Tex Phillips) to set our packer at 3656' to isolate leaks, land the tubing string in the tubing hanger, and MIT the casing annulus from 3656' to surface. We will RDMO temporarily and return on 7/31/23 to resume casing remediation.

From: Rennick, Kenneth G Sent: Wednesday, July 19, 2023 9:16 AM To: Kuehling, Monica, EMNRD ; Amanda Atencio ; Kade, Matthew H

Cc: Mandi Walker Subject: Re: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

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Thank you for the update, Amanda. BLM finds the plan appropriate. Please note Monica Kuehling's email.

Kenneth (Kenny) Rennick

Petroleum Engineer

Bureau of Land Management Farmington Field Office

From: Kuehling, Monica, EMNRD Sent: Wednesday, July 19, 2023 7:51 AM To: Amanda Atencio ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Amanda

Since the rig is moving off – please submit sundry that includes all work performed up to this point.

An NOI is required to be submitted with detailed information of plans for repair. Include emails with approvals for patch and time limit.

Thank you

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District

From: Amanda Atencio Sent: Wednesday, July 19, 2023 6:34 AM To: Kuehling, Monica, EMNRD ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671) Good morning all,

Please be advised that due to a delay in crew availability to run the patch – we plan to rig down and move off today. Before moving off – we will set a packer above our top leak and MIT from there to surface. Once crews are available (expecting end of month) we will move back on and proceed with casing remediation as approved. Please let us know if any questions.

Thank you,

Amanda Atencio

Operations Engineer – SJN Hilcorp Energy Company

From: Kuehling, Monica, EMNRD Sent: Tuesday, July 18, 2023 10:43 AM To: Amanda Atencio Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

NMOCD approval is given to use a patch for repair.

Thank you

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District

From: Amanda Atencio Sent: Tuesday, July 18, 2023 9:38 AM To: Kuehling, Monica, EMNRD ; Rennick, Kenneth G; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Monica - If and when we need to plug, we would run an expendable plug through the patch, set it in the casing below the patch, and plug and cement per OCD/BLM requirements.

From: Kuehling, Monica, EMNRD Sent: Tuesday, July 18, 2023 10:27 AM To: Amanda Atencio ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

Amanda

How will you handle the patch if and when the well is plugged.

Monica

From: Amanda Atencio Sent: Tuesday, July 18, 2023 7:26 AM To: Rennick, Kenneth G ; Kuehling, Monica, EMNRD ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Good morning Monica, Kenny, and Matthew,

Regarding the Sam Cooley 1 - Rather than rigging down, we would like to request approval to remediate the casing with a casing patch. We are proposing to set a temporary bridge plug at 4,050' to pressure test against, set a casing patch from 3,640' – 4,010' to remediate the leaking interval, then MIT the upper portion of the casing (from 4050' to surface). Once we get a passing MIT, we will drill out the plug at 4050', then continue with recomplete operations. Please let us know if we may proceed with casing remediation as described.

Thank you kindly,

Amanda Atencio

Operations Engineer – SJN Hilcorp Energy Company

From: Rennick, Kenneth G Sent: Monday, July 17, 2023 9:29 AM To: Kuehling, Monica, EMNRD ; Amanda Atencio ; Kade, Matthew H Cc: Mandi Walker Subject: Re: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

The BLM finds the proposal to rig down, remediate later, appropriate. Please note the email from Monica Kuehling.

Kenny Rennick

Kenneth (Kenny) Rennick

Petroleum Engineer

Bureau of Land Management Farmington Field Office

From: Kuehling, Monica, EMNRD Sent: Monday, July 17, 2023 8:19 AM To: Amanda Atencio ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Amanda

This well now falls under the defective casing rule 19.15.16.11 DEFECTIVE CASING OR CEMENTING: in part states proceed with diligence to use the appropriate method and means to eliminate the hazard.

This well also sets next to the river.

You will need to isolate casing leak prior to pulling off – an MIT will need to be performed above and below casing leak with a witness from this office.

90 days does not apply – plan of action is required in 30 days – once plan of action received and approved Hilcorp Energy needs to proceed with diligence.

Please notify me when plan of action is submitted.

Thank you

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District From: Amanda Atencio < Sent: Monday, July 17, 2023 6:28 AM To: Rennick, Kenneth G ; Kade, Matthew H ; Kuehling, Monica, EMNRD Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Good morning Monica, Kenny, and Matthew,

After pumping the third cement squeeze, we have not been able to remediate the casing successfully with cement. As such, we would like to request approval to rig down until we can formulate a remediation plan.

Thank you,

Amanda Atencio

Operations Engineer – SJN Hilcorp Energy Company

From: Rennick, Kenneth G Sent: Friday, July 7, 2023 3:36 PM To: Amanda Atencio; Kade, Matthew H ; Kuehling, Monica, EMNRD Cc: Mandi Walker Subject: Re: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

Thank you for the information, Amanda. The BLM finds the proposal appropriate.

Kenneth (Kenny) Rennick

Petroleum Engineer

Bureau of Land Management Farmington Field Office Good afternoon,

Regarding the Sam Cooley 1 cement squeeze - after drilling out to 4000' – we found that still have a slow leak coming from the same interval (3883' - 4000'). Please be advised that we will attempt to squeeze off the leak again by pumping another cement plug from 3750' – 4000'.

Thank you,

Amanda Atencio Operations Engineer – SJN Hilcorp Energy Company

From: Kade, Matthew H Sent: Thursday, July 6, 2023 8:46 AM To: Kuehling, Monica, EMNRD ; Amanda Atencio ; Rennick, Kenneth G Cc: Mandi Walker Subject: Re: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

The BLM finds the proposal appropriate and approves. Please include this email conversation in the subsequent report.

Thanks,

Matthew Kade Petroleum Engineer BLM - Farmington Field Office

From: Kuehling, Monica, EMNRD Sent: Thursday, July 6, 2023 6:34 AM To: Amanda Atencio ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

NMOCD approves cement squeeze below. Please include all email chains in subsequent

Thank you

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District

From: Amanda Atencio Sent: Thursday, July 6, 2023 6:21 AM To: Kuehling, Monica, EMNRD ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Good morning Monica, Kenny, and Matthew,

After drilling out cement to 4000', we attempted to pressure test the casing and found that we still have a leak between 3883' and 4000'. We would like to request approval to pump an additional cement plug from 3750' – 4000' to squeeze off the leak. After cement is set we will again drill out to 4000' to MIT the upper portion of the casing. Please let us know if we may proceed with cement.

Thank you,

Amanda Atencio

Operations Engineer – SJN Hilcorp Energy Company

From: Amanda Atencio Sent: Wednesday, July 5, 2023 11:06 AM To: Kuehling, Monica, EMNRD Cc: Mandi Walker ; Dana Phillips - (C) Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Got it. We will pressure test from 4000' to surface, then from 4560' to the CIBP.

Thank you,

Amanda Atencio

Operations Engineer – SJN Hilcorp Energy Company

From: Kuehling, Monica, EMNRD Sent: Wednesday, July 5, 2023 10:29 AM To: Amanda Atencio Cc: Mandi Walker <; Dana Phillips - (C) Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

Amanda

A pressure test will need to be performed from bottom of approved perforating area to cibp.

Engineering call on packer depth should be 4560

Thank you

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District

From: Kuehling, Monica, EMNRD Sent: Friday, June 30, 2023 12:10 PM To: Amanda Atencio Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

NMOCD approves balanced plug across leaking interval from 3759-4274

Please include schematic and email chain in subsequent.

Monica Kuehling Compliance Officer Supervisor Deputy Oil and Gas Inspector New Mexico Oil Conservation Division North District From: Amanda Atencio Sent: Friday, June 30, 2023 10:16 AM To: Kuehling, Monica, EMNRD Cc: Mandi Walker Subject: RE: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

Monica – per our verbal conversation, we will proceed with cement remediation by pumping a 515' balanced plug across the leaking interval (from 3759'-4274').

The distance between the top of the Gallup and the bottom of the Mesaverde is 1023'. Current schematic is attached for reference.

Thank you!

Amanda Atencio

Operations Engineer – SJN Hilcorp Energy Company

From: Rennick, Kenneth G Sent: Friday, June 30, 2023 7:35 AM To: Amanda Atencio ; Kuehling, Monica, EMNRD ; Kade, Matthew H Cc: Mandi Walker Subject: Re: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

The BLM finds the proposal appropriate. A NOI is not required due to work has already been approved for that interval, no formation is being plug backed.

Please include this email conversation in the subsequent report.

Kenny Rennick

Kenneth (Kenny) Rennick

Petroleum Engineer

Bureau of Land Management Farmington Field Office

From: Amanda Atencio Sent: Friday, June 30, 2023 6:07 AM To: Kuehling, Monica, EMNRD ; Rennick, Kenneth G ; Kade, Matthew H Cc: Mandi Walker Subject: [EXTERNAL] Sam Cooley 1 (API: 3004509671)

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Good morning Monica, Kenny, and Matthew,

During recomplete operations on the Sam Cooley 1 – we identified casing leaks from 3883-4103, 4104-4134', and 4134-4259'. We would like to request approval to pump a balanced cement plug across this interval to remediate the leak.

Please note that the NOI approved perforation interval is from 4000' - 4560'. Being as the majority of the leaking interval is within the approved zone – we are requesting to only drill out the balanced plug to the top of the approved interval at 4000' before performing our MIT. Once we have a passing MIT, we will drill out the remainder of the plug.

Please let us know if you have any questions and if we may proceed with the above.

Thank you,

Amanda Atencio Operations Engineer – SJN Hilcorp Energy Company

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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

Operator:	OGRID:
HILCORP ENERGY COMPANY	372171
1111 Travis Street	Action Number:
Houston, TX 77002	242716
	Action Type:
	[C-103] Sub. Workover (C-103R)

CONDITIONS

Created By		Condition Date
mkuehling	None	7/20/2023

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Action 242716