

Subsequent Report

Sundry ID: 2770311

Type of Submission: Subsequent Report

Date Sundry Submitted: 01/17/2024

Date Operation Actually Began: 12/19/2023

Type of Action: Plug and Abandonment

Time Sundry Submitted: 01:05

Actual Procedure: 12/19/2023: MIRU, N/U BOP, rig up floor, and RIH w/ 94 joints tubing, tagged TOC on CIBP at 2,836'. Circulate well with 75 bbls 9.5# mud. L/D 14 joints, mix and pump 20 sx 14.8# Class C cement from 2,470', leaving top of cement at 2,280' (displaced with 8.8 bbls 9.5# mud). Pulled 20 stands and S.D. WOC overnight. 12/20/2023: RIH and tag TOC at 2,285'. R/U WL unit and perf at 2,280'. R/D WL, RIH w/ tubing to check for injection rate, pressured up to 500 psi and held for 30 minutes. Talked to Stephen Bailey w/ BLM and suggested to perf again at 2,234'. POOH w/ tubing, R/U WL and perf at 2,234'. Check injection rate, pressure up to 500 psi and held for 30 minutes. Talked to Stephen Bailey w/ BLM and suggested to perf again at 2,134'. Check injection rate, pressure up to 500 psi and held for 30 mins. Discussed with Stephen w/ BLM and suggested to perforate again at 2,134'. POOH w/ tubing, R/U WL and perf at 2,134'. Check injection rate, pressure up to 500 psi and held again for 30 mins. Discussed w/ BLM, suggested spotting balanced plug from 2,285' to 2,050'. RIH w/ tubing, mix and pump 25 sx 14.8# Class C cement from 2,285', leaving top of cement at 2,050' (displaced with 7.8 bbls 9.5# mud). Pulled 20 stands, secure well and S.D. WOC overnight. 12/21/2023: RIH and tag TOC @ 2,077'. POOH w/ tubing, R/U WL unit and perf at 1,130'. R/D WL. Check injection rate, had 1 bpm inj rate at 0 psi. Mix and pump 310 sx 14.8# Class C cement from 1,130' to surface, filling both 8-5/8" surface casing and 5-1/2" production casing to surface. WOC, verified at surface. RD P&A rig, dug and cut off WH, welded steel plate and installed P&A marker. *Plugging operations completed: 12/21/2023

| Received by OCD: 1/23/2 Well Name: CARLS | 024 10:24:30 AM ON B-26 | Well Location: T25S / R37E / SEC 26 / SESE / 32.0967547 / -103.1283768 | County or Parish/State: LEA 13 NM |
|---|----------------------------|---|--|
| Well Number: 02 | | Type of Well: CONVENTIONAL GAS WELL | Allottee or Tribe Name: |
| Lease Number: NM | ILC032579E | Unit or CA Name: | Unit or CA Number: |
| US Well Number: 3 | 002511800 | Well Status: Abandoned | Operator: FAE II OPERATING LLC |

SR Attachments

Actual Procedure

WBD_Carlson_B_26_2_CURRENT_P_A_2023_12_21_20240117130536.pdf

SR Conditions of Approval

Specialist Review

3002511800_Carlson_B_26_02_SR_Plugging_20240122132412.pdf

Operator

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

Operator Electronic Signature: VANESSA NEAL

Name: FAE II OPERATING LLC

Title: Reservoir Engineer

Street Address: 11757 KATY FREEWAY, SUITE 1000

City: HOUSTON

Phone: (832) 219-0990

Email address: VANESSA@FAENERGYUS.COM

Field

| Representative Name: | |
|-----------------------------|--------|
| Street Address: | |
| City: | State: |
| Phone: | |
| Email address: | |

Zip:

BLM Point of Contact

BLM POC Name: JAMES A AMOS BLM POC Phone: 5752345927

Disposition: Accepted

Signature: James A Amos

BLM POC Title: Acting Assistant Field Manager BLM POC Email Address: jamos@blm.gov Disposition Date: 01/22/2024

State: TX

Signed on: JAN 17, 2024 01:06 PM

| eceiveu by OCD. 1/23/2 | 124 10.24.30 AM | | | | ruge 5 0j |
|--|--|---|--|---|---|
| Form 3160-5 (June 2019) | UNITED DEPARTMENT OI BUREAU OF LANI | F THE INTERIOR | | 0 | DRM APPROVED MB No. 1004-0137 ires: October 31, 2021 |
| Do not use | this form for prop | 0 REPORTS ON WEL osals to drill or to re- 60-3 (APD) for such p | enter an | 6. If Indian, Allottee or | Tribe Name |
| SUB | MIT IN TRIPLICATE - Ot | her instructions on page 2 | | 7. If Unit of CA/Agree | ment, Name and/or No. |
| 1. Type of Well | Gas Well | Other | | 8. Well Name and No. | |
| 2. Name of Operator | | | | 9. API Well No. | |
| 3a. Address | | 3b. Phone No. (inclu | ıde area code) | 10. Field and Pool or E | Exploratory Area |
| 4. Location of Well (Footage, S | ec., T.,R.,M., or Survey De | scription) | | 11. Country or Parish, | State |
|] | 2. CHECK THE APPROP | RIATE BOX(ES) TO INDICA | TE NATURE OF NC | DTICE, REPORT OR OTH | ER DATA |
| TYPE OF SUBMISSION | J | | TYPE OF A | ACTION | |
| Notice of Intent | Acidize | ng Deepen Hydraulic | | roduction (Start/Resume) eclamation | Water Shut-Off Well Integrity |
| Subsequent Report | Casing Rep Change Pla | _ | | ecomplete emporarily Abandon | Other |
| Final Abandonment Not | | = | | /ater Disposal | |
| the proposal is to deepen di the Bond under which the v completion of the involved | rectionally or recomplete h york will be perfonned or p operations. If the operation nent Notices must be filed | orizontally, give subsurface lo rovide the Bond No. on file with results in a multiple completi | cations and measured ith BLM/BIA. Requir on or recompletion in | and true vertical depths o red subsequent reports mus a new interval, a Form 31 | rk and approximate duration thereof. If f all pertinent markers and zones. Attach t be filed within 30 days following 60-4 must be filed once testing has been he operator has detennined that the site |

| 14. I hereby certify that the foregoing is true and correct. Name (<i>Printed/Typed</i>) | | |
|--|---------------|--|
| Т | ïtle | |
| | | |
| Signature | Date | |
| THE SPACE FOR FEDER | AL OR STATE C | DFICE USE |
| Approved by | | |
| | Title | Date |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant o certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | |
| Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any any false, fictitious or fraudulent statements or representations as to any matter within | 0, | villfully to make to any department or agency of the United States |

(Instructions on page 2)

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This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

Additional Information

Additional Remarks

*Plugging operations completed: 12/21/2023

Location of Well

0. SHL: SESE / 990 FSL / 990 FEL / TWSP: 25S / RANGE: 37E / SECTION: 26 / LAT: 32.0967547 / LONG: -103.1283768 (TVD: 0 feet, MD: 0 feet) BHL: SESE / 990 FSL / 990 FEL / TWSP: 25S / SECTION: / LAT: 0.0 / LONG: 0.0 (TVD: 0 feet, MD: 0 feet)

U.S. Department of the Interior

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Sunary Frint Report

01/18/2024

| BUREAU OF LAND MANAGEMENT | | 1966 - A. S. 200 |
|----------------------------|---|-------------------------------------|
| Well Name: CARLSON B-26 | Well Location: T25S / R37E / SEC 26 / SESE / 32.0967547 / -103.1283768 | County or Parish/State: LEA / NM |
| Well Number: 02 | Type of Well: CONVENTIONAL GAS WELL | Allottee or Tribe Name: |
| Lease Number: NMLC032579E | Unit or CA Name: | Unit or CA Number: |
| US Well Number: 3002511800 | Well Status: Producing Gas Well | Operator: FAE II OPERATING |
| | | |

Subsequent Report

Sundry ID: 2770311

Type of Submission: Subsequent Report

Date Sundry Submitted: 01/17/2024

Date Operation Actually Began: 12/19/2023

Type of Action: Plug and Abandonment

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ABD 12-21-23 Reclamation Due 6.21.24 Accepted for Record 1-22.24 James G. Comos

Page 7 of 13

| Received by OCD | : 1/23/2024 10:24:30 AM Well Name: CARLSON B-26 | Well Location: T25S / R37E / SEC 26 / SESE / 32.0967547 / -103.1283768 | County or Parish/State: LEA / NM | |
|-----------------|--|---|---------------------------------------|--|
| | Well Number: 02 | Type of Well: CONVENTIONAL GAS WELL | Allottee or Tribe Name: | |
| | Lease Number: NMLC032579E | Unit or CA Name: | Unit or CA Number: | |
| | US Well Number: 3002511800 | Well Status: Producing Gas Well | Operator: FAE II OPERATING LLC | |

SR Attachments

Actual Procedure

WBD_Carlson_B_26_2_CURRENT_P_A_2023_12_21_20240117130536.pdf

Operator

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

Operator Electronic Signature: VANESSA NEAL

Signed on: JAN 17, 2024 01:06 PM

Name: FAE II OPERATING LLC

Title: Reservoir Engineer

Street Address: 11757 KATY FREEWAY, SUITE 1000

City: HOUSTON

State: TX

Phone: (832) 219-0990

Email address: VANESSA@FAENERGYUS.COM

Field

Representative Name: Street Address: City:

Phone:

State:

Zip:

Email address:

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| Form 3160-5 UNITED STATES (June 2019) DEPARTMENT OF THE INTERIOR | | | FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2021 | | 1B No. 1004-0137 |
|---|--|---|--|---|---|
| (<i>June</i> 2017) | BUREAU OF LAND M | | | 5 Lease Serial No. | ILC032579E |
| Do not use | ORY NOTICES AND R this form for propose well. Use Form 3160- | als to drill or to re- | enter an | 6. If Indian, Allottee or | |
| | MIT IN TRIPLICATE - Other | instructions on page 2 | | 7. If Unit of CA/Agreen | nent, Name and/or No. |
| 1. Type of Well | Gas Well Other | A | | 8. Well Name and No. C | |
| 2. Name of Operator FAE II O | PERATING LLC | ****** | | 9. AP1 Well No. 30025 | 11800 |
| 3a. Address 11757 KATY FR | | TON 3b. Phone No. (inclu (832) 706-0049 | de area code) | 10. Field and Pool or Ex | |
| 4. Location of Well (Footage, SEC 26/T25S/R37E/NMP | ec., T.,R.,M., or Survey Descrij | ntion) | | 11. Country or Parish, S LEA/NM | itate |
| · · · · · · · · · · · · · · · · · · · | 2. CHECK THE APPROPRIA | TE BOX(ES) TO INDICAT | TE NATURE OF NO | DTICE, REPORT OR OTHE | ER DATA |
| TYPE OF SUBMISSIO | | | TYPE OF . | ACTION | |
| Notice of Intent | Acidize | Deepen Hydraulic I | | roduction (Start/Resume) eclamation | Water Shut-Off Well Integrity |
| Subsequent Report | Casing Repair | New Const | | ecomplete emporarily Abandon | Other |
| Final Abandonment Not | | | | vater Disposal | |
| 20 stands and S.D. W(12/20/2023: RIH and ta psi and held for 30 min 2,234. Check injection 2,134. POOH w/ tubing suggested spotting bal cement at 2,050 (displa 12/21/2023: RIH and ta psi. Mix and pump 310 | g TOC at 2,285. R/U WL un utes. Talked to Stephen Bail rate, pressure up to 500 psi , R/U WL and perf at 2,134. anced plug from 2,285 to 2,0 ced with 7.8 bbls 9.5# mud) g TOC @ 2,077. POOH w/ sx 14.8# Class C cement fro e. RD P&A rig, dug and cut ditional information | it and perf at 2,280. R/D ley w/ BLM and suggeste and held for 30 mins. Dis Check injection rate, pre 50. RIH w/ tubing, mix a Pulled 20 stands, secu- tubing, R/U WL unit and om 1,130 to surface, fillin off WH, welded steel pla | WL, RIH w/ tubing ed to perf again at scussed with Step essure up to 500 p nd pump 25 sx 14 re well and S.D. W perf at 1,130. R/D Ig both 8-5/8 surfa te and installed P | g to check for injection rat 2,234. POOH w/ tubing, I hen w/ BLM and suggest si and held again for 30 n .8# Class C cement from /OC overnight. WL. Check injection rate ce casing and 5-1/2 prod &A marker. | e, pressured up to 500 R/U WL and perf at ed to perforate again at nins. Discussed w/ BLM, 2,285, leaving top of , had 1 bpm inj rate at 0 |
| VANESSA NEAL / Ph: (832 | · | Title | Reservoir Engin | 3er | |
| (Electronic Su Signature | omission) | Date | | 01/17/20: | 24 |
| Accepted For Rec | THE SP. | ACE FOR FEDERA | L OR STATE | | |
| Approved by Conditions of approval, if any, a certify that the applicant holds I which would entitle the applica | egal or equitable title to those r | ights in the subject lease | Title SEA | | ate 1.22.24 |
| Title 18 U.S.C Section 1001 and any false, fictitious or fraudulen | | | | willfully to make to any dep | artment or agency of the United States |

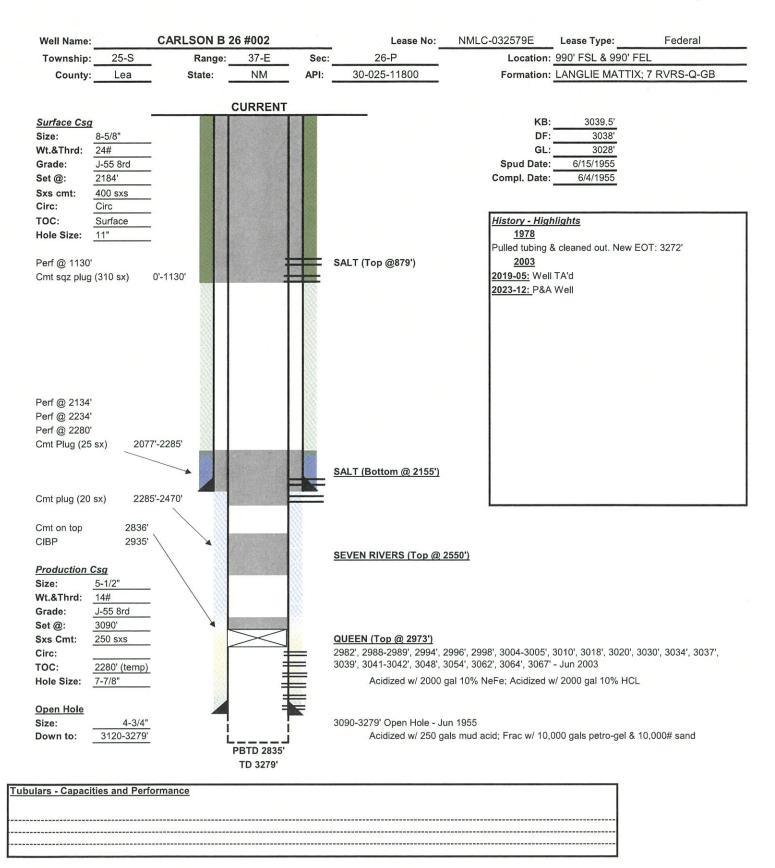
Additional Information

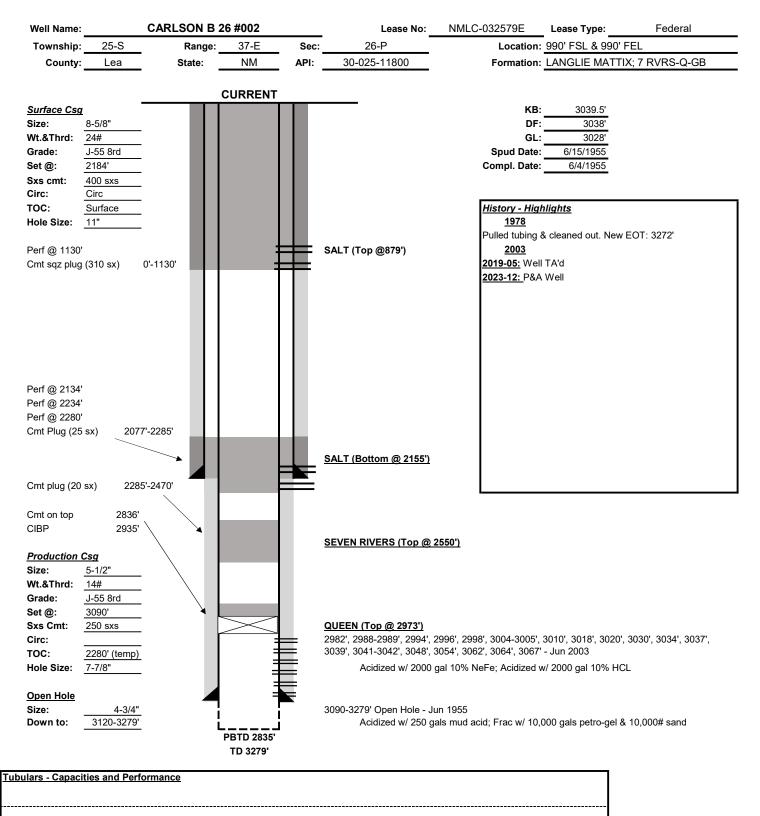
Additional Remarks

*Plugging operations completed: 12/21/2023

Location of Well

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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

COMMENTS

| Operator: | OGRID: |
|-------------------------------|--------------------------------|
| FAE II Operating LLC | 329326 |
| 11757 Katy Freeway, Suite 725 | Action Number: |
| Houston, TX 77079 | 306719 |
| | Action Type: |
| | [C-103] Sub. Plugging (C-103P) |
| COMMENTS | |

| Created By | Comment | Comment Date |
|------------|----------------|-----------------|
| plmartinez | DATA ENTRY PM. | 1/23/2024 |

COMMENTS

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Action 306719

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

| Operator: | OGRID: |
|-------------------------------|--------------------------------|
| FAE II Operating LLC | 329326 |
| 11757 Katy Freeway, Suite 725 | Action Number: |
| Houston, TX 77079 | 306719 |
| | Action Type: |
| | [C-103] Sub. Plugging (C-103P) |
| | |

CONDITIONS

| Created By | | Condition Date |
|---------------|------------------------|-------------------|
| kfortner | Like approval from BLM | 1/23/2024 |

Page 13 of 13

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Action 306719