District I (575) 393-6161 Energy, Minerals and Natural Resources Revised July 18, 2013 District I (575) 748-1283 OIL CONSERVATION DIVISION 30-005-62645 811 S. First St., Artesia, NM 88210 OIL CONSERVATION DIVISION 30-005-62645 District III - (505) 334-6178 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV - (505) 476-3460 Santa Fe, NM 87505 6. State Oil & Gas Lease No. Strop S SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A PATHFINDER AFT STATE PROPOSALS.) PATHFINDER AFT STATE				
District IV - (505) 476-3460 I1220 South St. Francis Dr. District IV - (505) 476-3460 Santa Fe, NM 87505 I220 S. St. Francis Dr., Santa Fe, NM Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 6. State Oil & Gas Lease No. (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 7. Lease Name or Unit Agreement Name PROPOSALS.) PATHFINDER AFT STATE				
SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PATHFINDER AFT STATE				
I NULUSALS.)				
1. Type of Well: Oil Well 🖾 Gas Well 🗌 Other 8. Well Number 4				
2. Name of Operator 9. OGRID Number				
GRIZZLY OPERATING, LLC 258350 3. Address of Operator 10. Pool name or Wildcat				
5847 SAN FELIPE, STE. 3000, HOUSTON, TEXAS, 77057 DIABLO; SAN ANDRES				
4. Well Location				
Unit LetterG:1,650feet from theNORTH line and1,650feet from theEAST line				
Section 21 Township 10S Range 27E NMPM County Chaves				
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3857' GR				
3837 UK				
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data				
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:				
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS P AND A				
DOWNHOLE COMMINGLE				
OTHER: OTHER: 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 proposed completion or recompletion.				
 Notify OCD 24 hours prior to MIRU to P&A. Set CIBP @ 1,950' (top perf @ 2,034'). Tag w/ tbg. Circ MLF, test csg. Spot 25 sx "C" on top of CIBP. WOC & tag. 				
3. Spot 50 sx "C" 1,038-838' (Penrose/Queen tops).				
 Perf @ 640' & sqz 50 sx "C" 540-640'. WOC & tag. Pef @ 100' & circ cmt to surface via 4-1/2" x 8-5/8" csg ann. Verify cmt to surf behind both strings. 				
 RD P&A equipment. Cut off wellhead. Install dry hole marker. Clean location and move off. 				
Spud Date: Rig Release Date:				
****SEE ATTACHED COA's**** MUST BE PLUGGED BY 8/12/2021				
I hereby certify that the information above is true and complete to the best of my knowledge and belief.				
SIGNATURE TITLE Operations Engineer DATE 08/08/2020				

Type or print name					
Type or print name	Kyle Zimmermann	E-mail address:	kzimmerman@grizzlyenergyllc.com	PHONE:	432-202-01
For State Use Only				_	

Type or print name <u>Ky</u> For State Use Only	le Zimmermann	E-mail address: _	kzimmerman@grizzlyenergyllc.com	PHONE:	432-202-0145
APPROVED BY: Conditions of Approval	(if any):	TITLE	Staff Manager	_DATE	8/12/2020

PATHFINDER AFT STATE #4
1,650' FNL & 1,650' FEL G-21-T10S-R27E
CHAVES COUNTY, NEW MEXICO
DIABLO; SAN ANDRES
30-005-62645

GR	3857
SPUDDED	11/8/1988
COMPLETED	2/26/1989
LAT	33.4339867
LONG	-104.195625
FORMATION TOP	S PER C-105
QUEEN	890
PENROSE	988
SAN ANDRES	1424

YATES PETROLEUM CORP

CURRENT

590'

2,115'

12-1/2" HOLE

8-5/8" 24# J-55 ST&C CMT W/ 400 SX. TOPPED 4 YDS REDIMIX ON BACK SIDE



KDZ 08-08-2020

SAN ANDRES PERFS: 2,034-2,097 (21 HOLES) -ACIDIZED W/ 5,000 GALS 20% NEFE & BS -FRAC W/ 40,000 GALS CROSSLINK 2% KCL, 80,000# 20/40 SAND

8" HOLE

4-1/2" 9.5# J-55 ST&C CMT W/ 150 SX.

LEASE/WELL:	PATHFINDER AFT STATE #4
LOCATION	1,650' FNL & 1,650' FEL G-21-T10S-R27E
CO/ST:	CHAVES COUNTY, NEW MEXICO
FIELD:	DIABLO; SAN ANDRES
API NO.	30-005-62645

12-1/2" HOLE

8-5/8" 24# J-55 ST&C

CMT W/ 400 SX. TOPPED 4 YDS REDIMIX ON BACK SIDE GR

3857

SPUDDED	11/8/1988	YATES PETROLEUM CORP
COMPLETED	2/26/1989	
LAT	33.4339867	
LONG	-104.195625	
FORMATION TOP	S PER C-105	
QUEEN	890	
PENROSE	988	
SAN ANDRES	1424	

AFTER P&A

PERF @ 100' CIRC CMT TO SURF VIA 4-1/2" X 8-5/8" CSG ANN. VERIFY CMT TO SURF

590' PERF @ 640'. SQZ 50 SX "C" 540-640'. WOC & TAG.

SPOT 50 SX "C" 838-1,038'

8" HOLE

4-1/2" 9.5# J-55 ST&C CMT W/ 150 SX.



PBTD: 2,115' TD: 2,115' SET CIBP @ 1,950. TAG. CIRC MLF. SPOT 25 SX "C". WOC & TAG.

SAN ANDRES PERFS: 2,034-2,097' (21 HOLES) -ACIDIZED W/ 5,000 GALS 20% NEFE & BS -FRAC W/ 40,000 GALS CROSSLINK 2% KCL, 80,000# 20/40 SAND

2,115'

KDZ 08-08-2020

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
 - I) Glorieta
 - J) Yates.
 - K) Potash--- (In the R-111-P Area (Potash Mine Area), 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 name2. Lease and Well Number3. API Number4. Unit Letter5. QuarterSection (feet from the North, South, East or West)6. Section, Township and Range7. Plugging Date8. 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