Submit 1 Copy To Appropriate District Office	State of New Mexico	Form C-103
District I - (575) 393-6161	Energy, Minerals and Natural Resource	Revised July 18, 2013 WELL API NO.
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283	OIL CONSERVATION DIVISIO	20 025 04090
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	1220 South St. Francis Dr.	5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM 87505	STATE FEE 6. State Oil & Gas Lease No.
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	Suite 1 6, 1 111 6 7 5 6 5	U. State Off & Gas Lease No.
87505 SUNDRY NOT	TICES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPO	OSALS TO DRILL OR TO DEEPEN OR PLUG BACKET ICATION FOR PERMIT" (FORM C-101) FOR SIGNATURE GAS Well Other	Sundown SWD
PROPOSALS.)	8. Well Number #1	
	Gas Well Other HOD	
2. Name of Operator	Gas Well Other PSEP 2 9 2020	9. OGRID Number 240974
Legacy Reserves Operating LP 3. Address of Operator	المالية	10. Pool name or Wildcat
P.O. Box 10848, Midland, TX 75	9702 RECEIVE	SWD; San Andres
4. Well Location	•	· •
Unit Letter 1 :		
Section 22	Township 10S Range 37E	NMPM County Lea
	11. Elevation (Show whether DR, RKB, RT, G	jR, etc.)
	3,30 GR	
12. Check	Appropriate Box to Indicate Nature of N	otice, Report or Other Data
NOTICE OF II	NITENTION TO:	CURCOUENT DEPORT OF
PERFORM REMEDIAL WORK	NTENTION TO: PLUG AND ABANDON REMEDIA	SUBSEQUENT REPORT OF: L WORK
TEMPORARILY ABANDON		CE DRILLING OPNS. P AND A
PULL OR ALTER CASING		EMENT JOB
DOWNHOLE COMMINGLE		
CLOSED-LOOP SYSTEM COTHER:	OTHER:	. П
13. Describe proposed or com	pleted operations. (Clearly state all pertinent det	ails, and give pertinent dates, including estimated date
	vork). SEE RULE 19.15.7.14 NMAC. For Multi	iple Completions: Attach wellbore diagram of
proposed completion or re		I . P . T CHAR
		Lass C cement 5000
1. Set 4 1/2" CIBP @ 4	900'. Circ hole w/ MLF. Pressure test csg. Spo t @ 4300-4100'. WOC & Tag (8 5/8" Shoe)	et 25 sx cmt @4900-4550'
	00-2650'. WOC & Tag (8 5/8" Snoe)	
4. Spot 25 sx cmt @ 23	55-2100'. WOC & Tag (T/Salt)	
5. Perf & Sqz 60 sx cm		
6. Cut off well head, ve	erify cmt to surface, weld on Dry Hole Marker	المراجع
		See Attached
		visions of Approval
		See Attached Conditions of Approval
Spud Date:	Rig Release Date:	
<u> </u>		
I hereby certify that the information	n above is true and complete to the best of my kn	owledge and belief.
100		
SIGNATURE /	TITLE Compliance Co	oordinator DATE 09/25/2020
SIGNATURE /	THE COMPINATION OF	DITTO STEELED
Type or print name Melanie R	<u>eyes</u> E-mail address: <u>mreyes(a</u>	Dlegacyreserves.com PHONE: (432) 221-6358
For State Use Only	11	0
APPROVED BY:	Fat TITLE CO	H DATE 9-29-20
Conditions of Approval (if any)		

Current Wellbore Schemztic

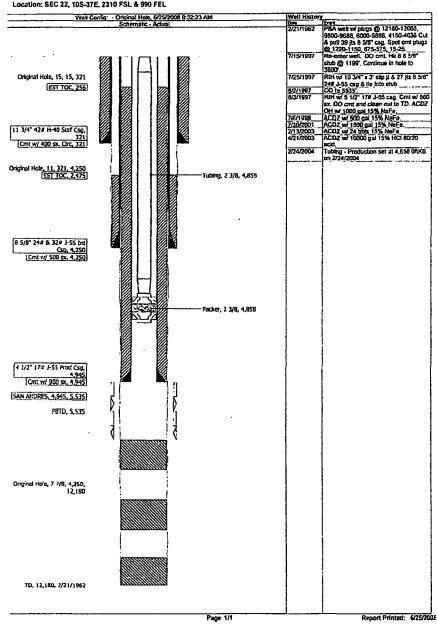


SUNDOWN STATE 1 SWD

Field: CUERNO LARGO PENN
County: LEA
State: NEW MEXICO
RE Height: 16.00 KB 3,956.00

Location: SEC 22, 10S-37E, 2310 FSL & 990 FEL

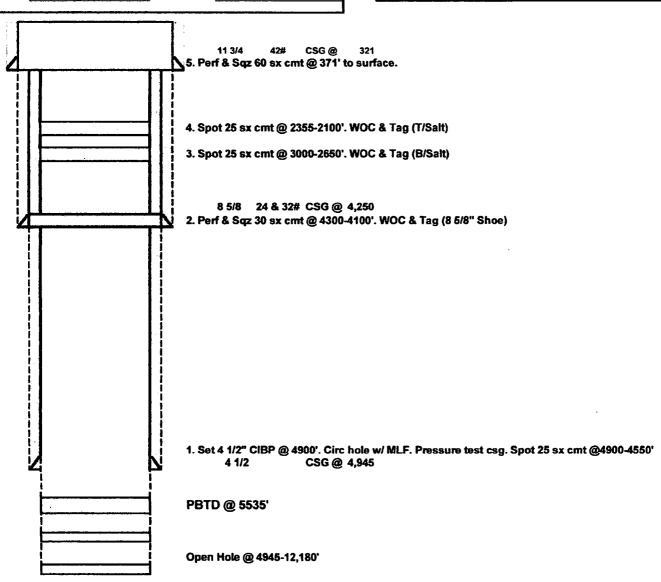
Spud Date: 7/17/1997 Initial Compl. Dato: API 8: 3002504989 CHIX Property 8: 830828 1st Prod Date: PBTD: Original Hole -5535.0 TD: 12,180.0



3 4317169 103 135 1471

bby-BCM & Associates, Inc		
suy-bom a resociates, int		
Sundown State	Well No.	#1 SWD
Cuerno Largo Penn	API#:	30-025-04989
Lea	Location:	Sec 22, T10S, R37E
New Mexico	-	2310 FSL, 990 FEL
7/17/1997	GL:	3938
	Cuerno Largo Penn Lea New Mexico	Cuerno Largo Penn API #: Lea Location:

Description	O.D.	Grade	Weight	Depth	Hole	Crnt Sx	тос
Surface Csg	11 3/4	H40	42#	321	18	400	0
Inter Csg	8 5/8	J 55	24 & 32#	4,250	11	600	2475
Prod Csg	4 1/2	J55		4,945		900	256



CONDITIONS OF APPROVAL 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 I** (Hobbs) at (575)-263-6633 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, woe 4 hours and tag, this plug will be SO' 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, woe and tagged. These plugs will be set SO' below formation bottom to 50' above formation top inside the casing

DRY HOLE MARKER REQ.UIRMENTS

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 least¼" 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