| sure of new Metro | FORM C-10 | 8 Technical | nical Review Summary [Prepared by revio | | | viewer and included with application; V17] | |
|-------------------------------|------------------------------------|-------------------------------|---|-------------------|-----------------------|--|--|
| • | DATE RECORD: F | First Rec: | Admin Complete: | or Su | spended: | Add. Request/Reply: | |
| PI CONSERVATION ON BOT | ORDER TYPE: | Num | ber: Order | Date: | Legacy Permits/ | Orders: | |
| Well No | Well Name(s): | | | | | | |
| API : 30 - 0 | | Spud Da | te: | New or Old (| (EPA): (UIC C | Class II Primacy 03/07/1982) | |
| Footages | | Lot | or Unit Sec | Tsp | Rge | County | |
| _attitude: | Longit | ude | Pool: | · | P | ool No.: | |
| Dperator: | 5 | OGRID: | RID: Contact: Email: | | | : | |
| | RULE 5.9: Total Well | s: Inactiv | /e: Fincl Assur: | Comp | ol. Order? | 5.9 OK? Date: | |
| NELL FILE RE | VIEWED Current | Status: | | | | | |
| NELL DIAGRA | MS: NEW: Proposed | • or RE-ENTER: | Before Conv () After | | oas in Imaging. | | |
| Diannod Bohah | | | | | | | |
| | | . | • | | | | |
| Well Const | ruction Details | Sizes (in) Borehole / Pipe | Depths (ft) | | Sx or Cf | Determination Method | |
| lannedor Exi | stingSurface | | | Stage Tool | | | |
| Plannedor Exist | ing Interm/Prod | | | | | | |
| Plannedor Existi | ngInterm/Prod | | | _ | | | |
| Plannedor Existi | ing Prod/Liner | | | | | | |
| Plannedor Exis | iting Liner | | | Ini Lenath | | | |
| lannedor Exis | sting OH / PERF | | | | <u>Completio</u> | n/Operation Details: | |
| Injection Litho | stratigraphic Units: | Depths (ft) | Injection or Confining Units | ^g Tops | Drilled TD | PBTD | |
| Adjacent Unit:Lit | ho. Struc. Por. | | | | NEW TD | NEW PBTD | |
| Confining Unit:L | itho. Struc. Por. | | | | NEW Open Hole | NEW Perfs | |
| Propos Proposed Ir | i Interval BOTTOM: | | | | Proposed Packer [| _ In. Inter Coated? | |
| Confining Unit:L | itho. Struc. Por. | | | | Min. Packer Depth | (100-ft limit) | |
| Adjacent Unit:Lit | ho. Struc. Por. | | | | Proposed Max. Su | rface Press psi | |
| <u>A</u> | OR: Hydrologic a | and Geologic In | formation | | Admin. Inj. Press. | (0.2 psi per ft) | |
| POTASH: R- | 111-P Noticed? | P BLM Sec Or | d WIPP Noticed? | _ Salt/Salado | T:B: <u>N</u> | <u>W</u> : Cliff House fm | |
| USDW: Aquif | er(s) | Ma: | x Depth | HYDRC | D AFFIRM STATEME | NT By Qualified Person | |
| NMOSE Basir | 0: CAP | PITAN REEF: thru | adj NA N | o. GW Wells i | in 1-Mile Radius? _ | FW Analysis? | |
| Disposal Fluid | d: Formation Source(| s) | Analysis? | C | On Lease 🔿 Operate | or Only O Commercial O | |
| Disposal Inter | val: Inject Rate (Avg/ | (Max BWPD): | Protectable | Waters? | Source: | System: Closed or Open | |
| HC Potential | : Producing Interval? | Formerly Pro | ducing?Method: | Logs /DST / | /P&A /Other | 2-Mi Radius Pool Map | |
| AOR Wells: | 1/2-M or ONE- | MRADIUS M | AP/WELL LIST: Total | Penetrating V | Vells: [AOR | Hor: AOR SWDs:] | |
| Penetrating W | /ells: No. Active Wel | Is No. Correc | tive? on which well | (s)? | | Diagrams? | |
| Bonotrating M | Alls: No. B&A Wolls | No. Corrective | \sim | o | | Diagrams? | |
| Penetrating w | Tells: NO. P&A Wells | | | £ | | Diagrams? | |
| Induced-Seisn | nicity Risk Assess: a | analysis submitted _ | historical/catalog | g review | fault-slip model | probability | |
| | | • Newsnaner [| Date Minera | I Owner* | Surface Owne | rN. Date | |
| NOTICE: 1/2- | M or ONE-M | | | | | | |
| NOTICE: 1/2· RULE 26.7(A): | M or ONE-M Identified Tracts? _ | Affected Pe | ersons*: | | | N. Date | |

Additional COAs:___

| From: | Goetze, Phillip, EMNRD |
|--------------|---|
| To: | Khem Suthiwan |
| Cc: | Rose-Coss, Dylan, EMNRD; Schaefer, Alana, EMNRD; Gebremichael, Million, EMNRD; Powell, Brandon, EMNRD |
| Subject: | Review of the C-108 Application for the Warner Caldwell No. 1A |
| Date: | Wednesday, September 21, 2022 10:37:00 AM |
| Attachments: | image003.png |
| | jmage005.png |
| | image010 ppg |

RE: Warner Caldwell No. 1A

Good morning, Ms. Suthiwan. I am taking this opportunity to provide some direction on the permit application content that can assist in the review process. A Form C-108 was submitted for the Warner Caldwell No. 1A for conversion from a producing well to a UIC Class II disposal well. The group member conducting the original review was unable to complete this effort and I subsequently continued the review of the application. The AOR well information as provided for both Warner Caldwell applications lacked any supplemental information regarding well construction for the wells that penetrate the proposed injection interval within the Area of Review. Though the AOR well list was small, the Form C-108, Part VI specifies:

Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, <u>construction</u>, date drilled, location, depth, <u>record of completion</u>, and a schematic of any plugged well illustrating all plugging detail. (my emphasis added)

Though the C-108 stipulates diagrams for only plugged wells, the OCD has required that the applicant provide wellbore diagrams for the AOR wells whether plugged or active. And typically, our applicants provide a summary of the AOR wells as to identify any issues or explanation as to why the AOR wells are not a source for vertical migration (whether from injection into the permitted interval or as the result of a release at surface).

With regards to the Caldwell 1A application, the location of the proposed injection well was within 20 feet of a horizontal well (surface location) while my review of the application identified a second, shallow boring within 20 feet of the Caldwell 1A.

As to the abandoned boring, evidently the first attempt to drill the Caldwell 1A was not in the permitted location and required the boring for the surface casing to be plugged.

| SUBMIT IN TRIPLICATE – Other instructions on page 2. | | | 7. If Unit of CA/Agreement, Name and/or No. DIST 3 | | |
|--|--|--|--|--|--|
| 1. Type of Well Oil Well Gas V | Veil Other | | | 8. Well Name and No. Warner-Caldwell 1A | |
| 2. Name of Operator Logos Operating, LLC | | | | 9. API Well No. 30-045-35505 | |
| 3a. Address 4001 N Butler Ave Bidg 7101 Farmington, NM 87401 | Phone No. (include area code) 505-330-9333 | | 10. Field and Pool or Exploratory Area Nageezi Gallup | | |
| 4. Location of Well (Footage, Sec., T., 348' FNL 331' FEL Sec 8, T23N R08W, UL A | R.,M., or Survey Description |) | | County or Parish, St San Juan, NM | ate |
| 12. CHEC | K THE APPROPRIATE BO | X(ES) TO INDICATE NATUR | E OF NOTIC | E, REPORT OR OTHE | R DATA |
| TYPE OF SUBMISSION | | TY | PE OF ACT | ION | |
| Notice of Intent Subsequent Report | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | Deepen Fracture Treat New Construction Plug and Abandon Plug Back | Produ | action (Start/Resume) mation mplete orarily Abandon r Disposal | Water Shut-Off Well Integrity Other Spud wrong spot |
| 13. Describe Proposed or Completed O the proposal is to deepen direction: Attach the Bond under which the w following completion of the involv testing has been completed. Final. determined that the site is ready for | peration: Clearly state all per ally or recomplete horizontal work will be performed or pro- ed operations. If the operation Abandonment Notices must be r final inspection.) | tinent details, including estimate- ty, give subsurface locations and wide the Bond No. on file with E on results in a multiple completion be filed only after all requirement | d starting date measured and BLM/BIA. Ro on or recompl ts, including t | e of any proposed work a d true vertical depths of a equired subsequent repor etion in a new interval, a reclamation, have been co | and approximate duration thereof. all pertinent markers and zones. rts must be filed within 30 days i Form 3160-4 must be filed once ompleted and the operator has |
| 03/19/14 MIRU Mote. Drill12-1/4" h Stopped oeprations. Called in Vectr Recieved verbal approvals from Jim correct spud. | ole to 337 ⁴ . Discovered we or Surveying, confirmed ho Lovato (BLM) and Brando | elihead marker had been mov ole placement would make we on Powell (OCD) to cement thi | ed approxin II NSL (Lega is hole, resp | nately 20' to the east to als: 337' FNL & 311' Fi ot rig to the correct we | accomodate rig anchors. EL, 36.248101N, 107.696812W) Ilhead marker and proceed with |
| Mote ran in hole with 1" poly reel to hole, cover up. Witnessed by Bills [| 337', pump & fill hole with Diers (BLM) | 203sx (59bbls) Type III ceme | ent w/20% fly | yash. Top out to surfa | ce. Place 1* steel plate over |
| gh the boring did not penetra | te the proposed inject | tion interval, the plugged | d borehole | (12.25 inches in d | iameter) increases the |
| | | · · · · · II · · · · · · · · · · · · · | | all a second defilition of the | |

requirement that the current surface casing for the A1 be well cemented. The proximity of the two drilling events can cause concern as the abandoned borehole can provide a conduit for surface releases that could follow a poorly cemented annulus (of the completed well) to the Ojo Alamo, an USDW.

Now for the consideration of the horizontal well, currently named the MC 4 Com. Well No. 285H (30-045-35643).





This well is completed to the north of the 1A with final lateral production casing running east to west in two sections adjacent to the north section line. The vertical portion prior to the kickoff point is within the AOR and penetrates the proposed injection interval. The completion record (completion report and sundries) shows good cement covering the Point Lookout and isolation of the Ojo Alamo. However, this is a well from the period of earlier completion practices in the San Juan when production liners were either not used or not cemented, when retainers for the liner transition into casing were not designed or installed properly, and when cementing of the intermediate casing was not always adequate.

Noting these two items, it is my opinion that they will not prevent the issuance of UIC permit with conditions. However, OCD does require

that the level of effort for C-108 applications be of the same content and quality as if they were to be presented as exhibits in either a Division or Commission hearing. Please try address the identified content items or the application will be deemed administratively incomplete and will be returned Enduring. Thank you for your time in this matter and contact me with any questions regarding the content of this e-mail. PRG

Phillip R. Goetze UIC Group New Mexico Oil Conservation Division Albuquerque Office 5200 Oakland Avenue NE, Suite 100 Direct: 505.660.8274 Email: phillip.goetze@emnrd.nm.gov



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: |
|--------------------------------|--|
| ENDURING RESOURCES, LLC | 372286 |
| 6300 S Syracuse Way, Suite 525 | Action Number: |
| Centennial, CO 80111 | 149408 |
| | Action Type: |
| | [IM-SD] Admin Order Support Doc (ENG) (IM-AAO) |
| | |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|-----------|-------------------|
| pgoetze | None | 10/6/2022 |

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Action 149408