(June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

6. If Indian, Allottee or Tribe Name

5. Lease Serial No. NMSF078056

abandoned well. Use form 3160-3 (API	EASTÉRN NAVAJO	
SUBMIT IN TRIPLICATE - Other inst	7. If Unit or CA/Agreement, Name and/or No. 8910060900	
Type of Well		8. Well Name and No. CENTRAL BISTI UNIT 18
2. Name of Operator Contact: DJR OPERATING LLC E-Mail: sford@djrll	9. API Well No. 30-045-05510-00-S1	
3a. Address 1 ROAD 3263 AZTEC, NM 87410	3b. Phone No. (include area code) Ph: 505-632-3476	10. Field and Pool or Exploratory Area BISTI LOWER GALLUP
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	11. County or Parish, State
Sec 8 T25N R12W NENW 0660FNL 1980FWL 36.421036 N Lat, 108.136322 W Lon		SAN JUAN COUNTY, NM
12. CHECK THE APPROPRIATE BOX(ES)	TO INDICATE NATURE OF NOTICE,	REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☑ Notice of Intent ☐ Subsequent Report	☐ Acidize ☐ Alter Casing ☐ Casing Repair	☐ Deepen ☐ Hydraulic Fracturing ☐ New Construction	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete	☐ Water Shut-Off ☐ Well Integrity ☐ Other
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☑ Plug and Abandon ☐ Plug Back	☐ Temporarily Abandon ☐ Water Disposal	
12 Describe Dromosed on Commisted One	anation, Classify state all montinent de	staila in aludina actimatad stantin	a data of ours muonocod syouls and onnue	vimata dunation thansef

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

DJR Operating, LLC requests permission to Plug & Abandon the subject well per the attached Procedure, Current & Proposed wellbore diagram and Reclamation Plan

CBL Required

Notify NMOCD 24hrs Prior to beginning operations

14. I hereby certify that th	ne foregoing is true and correct. Electronic Submission #522020 verifie For DJR OPERATING LLC Committed to AFMSS for processing by C	, sent	to the Farmington	
Name(Printed/Typed)	SHAW-MARIE FORD	Title	REGULATORY SPECIALIST	
Signature	(Electronic Submission)	Date	07/15/2020	
	THIS SPACE FOR FEDERA	L OR	STATE OFFICE USE	
_Approved By_JOE KIL	LI <u>N</u> S	TitleF	ETROLEUM ENGINEER	Date 11/18/2020
certify that the applicant hol	ny, are attached. Approval of this notice does not warrant or ds legal or equitable title to those rights in the subject lease licant to conduct operations thereon.	Office	Farmington	
	1 and Title 43 U.S.C. Section 1212, make it a crime for any programment of freedulest statements or representations as to any matter.			y of the United

Revisions to Operator-Submitted EC Data for Sundry Notice #522020

Operator Submitted BLM Revised (AFMSS)

Sundry Type:

ABD NOI

Agreement:

Lease:

NMNM78386X

NMSF078056

8910060900 (NMNM78386X)

Operator:

DJR OPERATING LLC 1 ROAD 3263 AZTEC, NM 87413 Ph: 505-632-3476

Admin Contact:

SHAW-MARIE FORD REGULATORY SPECIALIST E-Mail: sford@djrllc.com

Ph: 505-632-3476

Tech Contact:

SHAW-MARIE FORD REGULATORY SPECIALIST E-Mail: sford@djrllc.com

Ph: 505-632-3476

Location:

State: County: NM SAN JUAN

Field/Pool:

BISTI LOWER GALLUP

Well/Facility:

CENTRAL BISTI UNIT 18 Sec 8 T25N R12W NENW 660FNL 1980FWL 36.421138 N Lat, 108.137031 W Lon

NMSF078056

ABD NOI

DJR OPERATING LLC 1 ROAD 3263 AZTEC, NM 87410 Ph: 505-632-3476

SHAW-MARIE FORD REGULATORY SPECIALIST E-Mail: sford@djrllc.com

Ph: 505-632-3476

SHAW-MARIE FORD REGULATORY SPECIALIST E-Mail: sford@djrllc.com

Ph: 505-632-3476

NM SAN JUAN

BISTI LOWER GALLUP

CENTRAL BISTI UNIT 18

Sec 8 T25N R12W NENW 0660FNL 1980FWL

36.421036 N Lat, 108.136322 W Lon

Plug and Abandonment Procedure

for

DJR Operating, LLC Central Bisti Unit # 18 API # 30-045-05510

NE/NW, Unit C, Sec. 08, T25N, R12W

San Juan County, NM

Note: This well was drilled and cased with 5.5" 14# casing, leaks developed in the 5.5" casing and 4.5# flush joint casing was run from surface to 4756' and cemented.

I.

- 1. Hold Pre job meeting, comply with all NMOCD, BLM and environmental regulations.
- 2. MIRU prep rig.
- 3. Check and record tubing, casing and bradenhead pressures.
- 4. Remove existing piping from casing valve, RU blow lines from casing valves and blow down casing pressure. Kill well as necessary. Ensure that well is dead or on a vacuum.
- 5. MIRU hot oil unit, pump hot water to clear rods and tubing of paraffin.
- 6. Trip out of hole with rods and pump. Lay down to be sent in for storage/salvage.
- 7. Unset TAC.
- 8. ND WH, NU BOP, function test BOP.
- 9. Trip out of hole with 2 3/8" tubing. LD tubing to be sent in for storage/salvage.
- 10. RDMO prep rig to next location.

II.

- 11. MIRU P&A rig and equipment.
- 12. PU workstring, TIH with 4 ½" bit and scraper, make sure that the bit and scraper will go to **4700**°. TOOH.

- 13. PU and RIH with a 4 ½" cement retainer. Set the CR at +/- 4700'. Pressure test tubing to 1000 psi, sting out of CR, load and roll the hole, test casing to 600 psi. If casing does not test, contact engineering. TOOH.
- 14. MIRU logging truck. Run CBL log from 4700' to surface. Hold 600 psi on casing if possible. Electronic copy of CBL to be sent to; Brandon Powell, NMOCD Brandon.Powell@state.nm.us, Joe Killins, BLM jkillins@blm.gov, John Hoffman, BLM jhoffman@blm.gov and Loren Diede, DJR ldiede@djrllc.com.
- 15. TIH with workstring to 4700'.
- 16. Plug 1. Mix and attempt to place 35 sx class G cement through CR, into Gallup perforations. If zone pressures up, sting out of CR, place cement above retainer and continue to plug 2.
- 17. Plug 2. Gallup; RU cement equipment, pump water to assure that tubing is clear. Mix and spot a 100' balanced plug of class G cement from 4700' to 4600'.
- 18. Plug 3. Mancos; Mix and spot a 100' balanced plug of class G cement from 3830' to 3730'.
- 19. Plug 4. Mesa Verde; Mix and spot a 100' balanced plug of class G cement from 1938' to 1838'.
- 20. Plug 5. Chacra, depending on the results of the CBL, mix and spot a 100'balanced plug of class G cement from 1540' to 1440'. (may be inside/outside).
- 21. Depending on the results of the CBL the following may be inside/outside plugs.
- 22. If to be inside/outside, then perforate holes at 1258'.
- 23. Set CR at 780'.
- 24. Plug 6: Pictured Cliffs and Fruitland, attempt to establish circulation to surface. Pump enough class G cement through CR, attempt to place a plug from 1258' to 780' outside the casing. Sting out of CR and spot class G cement inside casing from 1258' to 780'.
- 25. Perforate holes at 600'.
- 26. Set DR at 600'.
- 27. Attempt to establish circulation to surface.

- 28. Plug 7: Kirtland, attempt to establish circulation to surface. Pump enough class G cement through CR, attempt to place a plug from 600' to 500' outside the casing. Sting out of CR and spot class G cement inside casing from 600' to 500'.
- 29. Perforate holes at 254'.
- 30. Attempt to establish circulation to surface.
- 31. Plug 8: Surface shoe to surface, pump cement inside and outside from 254' to surface with class G cement or until circulation is established.
- 32. RD cementing equipment. Cut off wellhead, fill any exposed annulus with cement as necessary. Install P&A marker as per regulatory requirements. Record GPS coordinates for P&A marker and the Final P&A Report. Photograph the P&A marker and attach to the report.
- 33. RD and MO all rig and cement equipment. Assure that location is free of trash and contamination before moving off.
- 34. Send all reports and attachments to DJR Aztec office for regulatory filings.

Note: All cement is to be Class G mixed at 15.8 ppg, yield 1.15 cu ft / sx. Cement volumes are based on inside capacities +50' excess and outside capacities + 100% excess.

Current Wellbore Diagram DJR Operating, LLC

Central Bisti Unit # 18

API # 30-045-05510 NE/NW, Unit C, Sec 08, T25N, R12W San Juan County, NM

GL 6194' KB 6207' Spud Date 7/7/1956

SURF CSG Hole size Csg Size: Wt: Grade: ID: Depth Csg cap ft ³ : TOC:	8.625" 24# N/A 8.097" 204'	FORMATION Nacimiento Ojo Alamo Kirtland Fruitland Pictured Clif Chacra Mesa Verde Mancos Gallup	Surface 550' 830'			
PROD CSG					?	
Hole size	7.875"			j !		
Csg Size: Wt:	5.5" 14#					
Grade:	N/A					
ID:	5.012"					
Depth	4960'					
Csg cap ft ³ :	0.137					
Csg/Csg						
Ann ft ³ :	0.1926					
Csg/OH cap						
ft ³ :	0.1732					
	3725'					
TOC:	TS				?	
4.5" FJ inside	5.5"					
14#	4.050"			ļ	!	
ID.	4.052"					
Csg cap ft ³ :	0.0895					
		Perfs	4823'-483	1' (((>>>	
			4862'-488	4' ((((>>>	
		DI	BTD	ر آ	, i	
		Pi	TD 4960'			
			10 4300	L	 	

PROD TBG DETAIL:	
2 3/8 SN TAC	4894' 4859' 4587'
1 1/4 x 22 polish rod 7/8" ponies, 6,6,8,2 7/8" plain 3/4" guided 3/4" plain 1 1/4" sinker bars	55 18 116 4
RWAC	2x1 1/2x16

The 5 .5" csg developed leaks from 1500' to 3400'. 4 1/2" FJ set @ 4756', Mar-1965. Cemented with 110 sx POZ +45 sc class C. SI and last 45 sx squeezed into 5.5" casing leaks

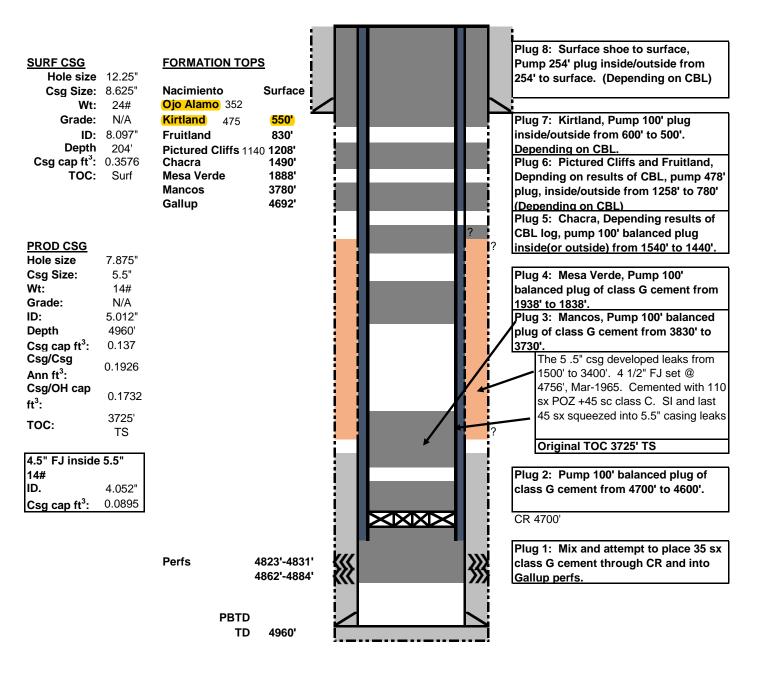
Original TOC 3725' TS

Proposed PXA Wellbore Diagram DJR Operating, LLC

Central Bisti Unit # 18

API # 30-045-05510 NE/NW, Unit C, Sec 08, T25N, R12W San Juan County, NM

GL 6194' KB 6207' Spud Date 7/7/1956



Central Bisti Unit #18

General Reclamation Plan Narrative

On March 12, 2020 an onsite to discuss surface reclamation plan was conducted with attendees Randy McKee of the BLM FFO, DJR representatives, Vance Hixon and Tim Huerter.

Reclamation work will begin in 2020 (date to be determined), and after submitted approved plugging Sundry. Notification will be provided via e-mail or by phone to Randy McKee, rmckee@blm.gov and cell 505-793-1834, 48 hours prior to starting dirt work.

The following was discussed:

All fences (if any), production equipment, concrete slabs, anchors, flow lines (within pad area) risers if any (cut off at pipeline depth), tanks, will be removed off the DRJ pad and will be disposed of at the proper facilities. Any debris and trash on the well site and 100' around the outside of the well site perimeter will be removed and disposed of at the proper facility. There is a 1' pipeline running of the pad to the northeast for approximately 950' which will need to be removed when the equipment is stripped.

Well site piping risers will be cut off 3' below grade, where the piping depth is less than 3' that piping will be removed from the ground. There is no meter building on location so the pipeline tie-in point will need further investigation to determine where it is and to determine how best to isolate.

Re-contouring will consist of moving material from the southwest and northwest side of the location to spread over the long-term portion of the pad. The access road is approximately 500' and is at grade. After the dirt work is complete and topsoil is distributed the disturbed areas will be seeded and mulched.

Where cut and fill are happening on location during re-contouring the topsoil will be stripped from these areas and then replaced after re-contouring is complete.

A barrier fence with signage will be installed to protect the reclaimed area.

All seed will be distributed via drill seeding. All ripping on the well site to loosen compacted soils and drill seeding will be done following the contours to minimize water erosion. All ripping on access roads and drill seeding will be done following the contours to minimize water erosion.

Straw mulch (i.e. barley, wheat, oat, etc.) will be uniformly applied and crimped on the reclaimed areas of the well site and access road.



Amended Reclamation Plan: Inspection

Date: <u>3/12/2020</u>	Well Name and Number: Central Bisti Unit #18
Operator : DJR	Sec: <u>8</u> T <u>25</u> R <u>12</u>
API#30-045-05510	Footage: 660' FNL 1980' FWL
Lease # <u>SF 078056</u>	County: San Juan State: NM
Lat: 36.4211	Long:108.137 Twinned: ☐ YES ✓ NO
Surface: BLM BOR	
Specialist/Representatives:	Randy McKee, Vance Hixon and Tim Huerter
specialisty representatives.	
Tonogranhu	WELL PAD
Topography: Hilly Flat	✓ Rolling Sloped Stockpiled Soil: Yes ✓ No
Soil Type: 🔲 Clay 🔲 Sandy	Clay Sandy Clay Loam Clay Loam Silty Clay Loam
Loam Silt L	oam 🗸 Sandy Loam 🗌 Loamy Sand 🗸 Sandy 🔲 Silty
Comments:	
Seed Mix:	Vegetation Cage: ☐ YES ☐ NO
Alkali Sacaton @ 1.25 #/acre Antelope Bitterbrush @ 1.5 #/acre Big Sagebrush @0.025 #/acre Black Grama @ 1.75 #/acre Blue Grama # 3.75 #/acre Bottlebrush Squirreltail @ 9.0 #/acre Fourwing Saltbush @ 4.0 #/acre Galleta @ 5.5 #/acre	✓ Indian Ricegrass @ 4.75 #/acre Mormon Tea @ 2.0 #/acre Ring Muley @ 2.0 #/acre Needle-and-Thread @ 7.5 #/acre Sand Sage @ 0.05 #/acre ✓ Sand Dopseed @ 0.75 #/acre ✓ Rocky Mountain Bee Plant @ 12 #/acre Sadscale @ 2.0 #/acre Sideoats Grama @ 4.75 #/acre ✓ Western Wheatgrass @ 6.0 #/acre
Facilities on Location: TANH	SEPERATOR COMPRESSOR(S) PING UNIT(S) & PAD(S) DAY TANK(S) RISER(S)
Gravel Present: ☐ YES ✓ NO Steel Pits: ☐ AGL ☐ BGL ✓ NONE	
Cathodic on Location: YES Plugged: YES NO R Remove Trash From Location:	emove Wire: YES NO Remove Rectifier: YES NO YES NO Power Pole(s) Present: YES NO
Construct Diversion	Remove Pole (s) YES NO N/W N/E E N/E S/E S/E S/W
Ditch:	N/W S/W Above Below Around Drawing: North South
<u>. </u>	✓ As Needed
Notes:	

Amended Reclamation Plan: Inspection

Contaminated Soil:	✓ YES NO Where On Location: At the wellhead
Remove Co	entaminated Soil: 🗸 YES 🗌 NO
Construct Silt Trap(s):	N N/E E N/E S/E S/E S/W
1,,,	☐ W ☐ N/W ☐ S/W ☐ N/A ☐ As Needed
Re-Contour D	Disturbed Areas to Natural Terrain:
Location/Barricades:	Fencing: # Feet- 50' Berms Natural Materials
Notes:	At a minimum wellsites will need to have a fence barricade put up to stop access
Special Features or	to the reclaimed site. Barricade fence will need to be put up at the access road.
Construction	· ·
Comments/concerns	
	Access Road
	Access Roud
Approximate Length:	Remediation Method: Rip Disc Divots Re-Establish Drainage
Access Topography:	Above Grade Below Grade At Grade Other:
Culverts: ☐ YES ✓	NO Cattle Guards: YES V NO Re-Construct Fence: YES V NO
Surfacing Material:	YES V NO Remove Material To:
Additional Comments	c/Concerns:
	·
	Pipeline
	ripeinie
Owner:	e Williams V DJR Other:
Owner. Enterprise	williams & but Other.
D/I I costion.	No markey building an aite of D/L will mand investigated for your and
P/L Location:	No meter building on site so P/L will need investigated for removal.
Riser Relocate:	YES VO Cut Off Below Grade
Relocate to:	
Additional Note:	1" pipeline that runs off the site to the east for approximately 900' will need to be
Additional Note:	1" pipeline that runs off the site to the east for approximately 900' will need to be removed when equipment is stripped.
Additional Note:	, ,

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Attachment to notice of

Intention to Abandon: EC#522023

Re: Permanent Abandonment

Well: Central Bisti Unit 18

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.
- 3. Plug # 7 (Kirtland formation) should be adjusted to cover BLM formation top pick @ 475'. (425 525)
- 4. Plug #8 (surface shoe to surface) should be adjusted to cover Ojo Alamo formation top pick @ 352'. (surface to 402)

BLM FLUID MINERALS Geologic Report

Date Completed: 11/2/2020

Well No. Central Bisti Unit #018 (API# 30-045-05510)			Location	660	FNL	&	1980	FWL
Lease No. NMSF-078056		Sec. 08	T25N		R12W			
Operator	DJR Operating, Ll	LC	County	San Juan		State	New Mexico	
Total Depth	4960	PBTD 4960	Formation	Gallup				
Elevation (GL)	6194		Elevation (K	B) 6207				

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					Surface/Fresh water sands
Nacimiento Fm			Surface	352	Fresh water sands
Ojo Alamo Ss			352	475	Aquifer (fresh water)
Kirtland Shale			475	830	
Fruitland Fm			830	1140	Coal/Gas/Possible water
Pictured Cliffs Ss			1140	1316	Gas
Lewis Shale			1316	1490	
Chacra			1490	1888	
Cliff House Ss			1888	2062	Water/Possible gas
Menefee Fm			2062	3612	Coal/Ss/Water/Possible O&G
Point Lookout Ss			3612	3780	Probable water/Possible O&G
Mancos Shale			3780	4692	
Gallup			4692	PBTD	O&G/Water
Graneros Shale					
Dakota Ss					O&G/Water

Remarks:

P & A

- BLM geologist's formation top picks for the Ojo Alamo, Kirtland and Pictured Cliffs vary from operator's.

- Plug #6 (Pictured Cliffs and Fruitland formations) is adequate to cover BLM formation top pick for the Pictured Cliffs @ 1140'.
- Plug # 7 (Kirtland formation) should be adjusted to cover BLM formation top pick @ 475'.
- Plug #8 (surface shoe to surface) should be adjusted to cover Ojo Alamo formation top pick @ 352'.
- Log analysis of reference well #2 indicates the Nacimiento and Ojo Alamo sands investigated likely contain fresh water (≤5,000 ppm TDS). By adjusting Plug #8 to cover the Ojo Alamo top, fresh water sands in the well bore will be protected.

Reference Well:

1) Same

Fm. Tops

2) Giant E & P Co. Carson Unit #23 1980' FSL, 1980' FEL Sec. 19, T25N, R11W GL 6438' KB 6447' Water Analysis

Prepared by: Chris Wenman

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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 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

Action 12708

COMMENTS

Operator:		OGRID:	Action Number:	Action Type:
DJR OPERATING, LLC 1 Road 3263	Aztec, NM87410	371838	12708	C-103F

Created By	Comment	Comment Date
ahvermersch	CBL Required	12/18/2020

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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

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

Action 12708

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
DJR OPERATING, LLC	1 Road 3263	Aztec, NM87410	371838	12708	C-103F

OCD Reviewer	Condition
ahvermersch	None