U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Sundry Print Report

Well Name: SOUTH BISTI 21 H Well Location: 36.388493 / -108.114419 County or Parish/State: SAN

JUAN / NM

Well Number: 2 Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMSF078065 Unit or CA Name: Unit or CA Number:

US Well Number: 3004534131 Well Status: Oil Well Shut In Operator: DJR OPERATING LLC

Notice of Intent

Sundry ID: 2626817

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 08/03/2021 Time Sundry Submitted: 10:42

Date proposed operation will begin: 08/03/2021

Procedure Description: DJR Operating, LLC requests permission to Plug & Abandon the subject well according to the attached Procedure, Current & Proposed Wellbore Diagram and Reclamation Plan. Original submission of this request was done on 2/17/21.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Reclamation_Plan_South_Bisti_21_H_2_20210803104217.pdf

 $PXA_Procedure_South_Bisti_21_H_2_20210803104217.pdf$

 $Proposed_WBD_South_Bisti_21_H_2_20210803104217.pdf$

Current_WBD_South_Bisti_21_H_28_20210803104217.pdf

Well Location: 36.388493 / -108.114419 County or Parish/State: SAN

JUAN / NM

Well Number: 2 Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMSF078065 **Unit or CA Name: Unit or CA Number:**

Well Status: Oil Well Shut In **US Well Number:** 3004534131 Operator: DJR OPERATING LLC

Conditions of Approval

Additional Reviews

2626817_NOIA_21H_2_3004534131_KR_09172021_20210917125123.pdf

South_Bisti_21H_No_2_Geo_Rpt_20210816103119.pdf

Authorized Officer

General_Requirement_PxA_20210917125323.pdf

Operator Certification

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 submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: SHAW-MARIE FORD Signed on: AUG 03, 2021 10:42 AM

Name: DJR OPERATING LLC Title: Regulatory Specialist Street Address: 1 Road 3263

City: Aztec State: NM

Phone: (505) 632-3476

Email address: sford@djrllc.com

Field Representative

Representative Name:

Street Address:

City: State: Zip:

Phone:

Email address:

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK BLM POC Title: Petroleum Engineer

BLM POC Phone: 5055647742 BLM POC Email Address: krennick@blm.gov

Disposition: Approved Disposition Date: 09/17/2021

Signature: Kenneth Rennick

Page 2 of 2

Plug and Abandonment Procedure

for

DJR Operating, LLC South Bisti 21 H 2 API # 30-045-34131

SW/NE, Unit G, Sec. 21, T25N, R12W

San Juan County, NM

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 2-3/8" workstring, TIH with bit and scraper, make sure that the bit and scraper will go to 4860'. Drop standing valve. Pressure test tubing to 1000psi. Recover standing valve. TOOH.
- 13. Plug 1. Perforations and Gallup: RU cement equipment.
- 14. TIH to 4860'. Mix and spot a 348' plug of Class G cement from 4860' to 4512'.

- 15. Tag TOC. Roll hole. Pressure test casing to 600 psi. If casing does not test, call engineering.
- 16. Plug 2. Mancos: Mix and spot a 100' balanced plug of Class G cement from 3752'-3652'.
- 17. Plug 3. Mesa Verde and Chacra: Mix and spot a 484'balanced plug of Class G cement from 1868' to 1384'.
- 18. Plug 4: Pictured Cliffs: Mix and spot a 100' balanced plug of Class G cement from 1118' to 1018'.
- 19. Plug 5: Fruitland, Kirtland. Ojo Alamo and surface casing shoe: Mix and spot balanced plug from 772' to surface with Class G cement.
- 20. 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.
- 21. RD and MO all rig and cement equipment. Assure that location is free of trash and contamination before moving off.
- 22. 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

South Bisti 21 H 2

API # 30-045-34131 SW/NE, Unit G, Sec 21, T25N, R12W San Juan County, NM

GL 6288' ΚB 6300' **Spud Date** 6/27/2008

SURF CSG FORMATION TOPS Hole size 12.25" Csg Size: 8.625" **Nacimiento** Surface Wt: 24# Ojo Alamo N/A Grade: J-55 Kirtland 540' ID: 8.097" Fruitland 722' **Depth** 386' **Pictured Cliffs** 1068 Csg cap ft³: 0.3576 Chacra 1434' TOC: Surface Mesa Verde 1818' **Mancos** 3702' Gallup 4562' **PROD CSG** Hole size 7.875" Csg Size: 5.5" Wt: 15.5#

Perfs 4731-4810'

PBTD 4937' TD 5000'

Prod Tubing Detail:

2-3/8" tbg. string: NC, perfed MA, SN (4827'), 9 jts., TAC (4545') 143 jts. EOT @ 4859'

Rod Detail

2"x1-1/2"x16' RWAC pump, 4'x7/8" stabilizer bar, 4 sinker bars, 53x3/4" guided rods, 82x3/4" plain rods, 53x7/8" plain, 6',6'x7/8" rod subs, 22' polished rod.

DV tool at 3471'.

Grade: J-55 ID: 4.95" Depth 4980' Csg cap ft³: 0.1336 0.1926 Csg/Csg Ann ft³: 0.1732 Csq/OH cap ft³: TOC: Surface

DV Tool 3471'

Cement Circ to surface on

both stages.

Proposed Wellbore Diagram

DJR Operating, LLC

South Bisti 21 H 2

API # 30-045-34131 SW/NE, Unit G, Sec 21, T25N, R12W San Juan County, NM

GL 6288' KB 6300' Spud Date 6/27/2008

SURF CSG FORMATION TOPS Hole size 12.25" Csg Size: 8.625" **Nacimiento** Surface Wt: 24# Ojo Alamo N/A Grade: J-55 Kirtland 540' ID: 8.097" Fruitland 722' Plug 5: Fruitland, Kirtland, Ojo, **Depth** 386' **Pictured Cliffs** 1068' surface casing shoe, to surface. Spot Csg cap ft³: 0.3576 Chacra 1434' 772' Class G cement plug from 772' to TOC: Surface Mesa Verde 1818' surface. Mancos 3702' Gallup 4562' Plug 4: Pictured Cliffs: Spot 100' Class G cement plug from 1118' to **PROD CSG** 1018'. Hole size 7.875" Csg Size: 5.5" Wt: 15.5# Plug 3: Mesa Verde and Chacra: Spot Grade: J-55 ID: 4.95" 484' Class G cement plug from 1868' **Depth** 4980' to 1384'. Csg cap ft³: 0.1336 0.1926 Csg/Csg Ann ft³: 0.1732 DV tool at 3471'. Csq/OH cap ft³: TOC: Surface Plug 2: Mancos: Spot 100' Class G **DV Tool 3471'** cement plug from 3752' to 3652'. Cement Circ to surface on both stages. Plug 1: Spot 348' Class G cement ⋘ Perfs 4731-4810' plug from 4860' to 4512' to cover perfs and top of Gallup. **PBTD 4937'**

TD 5000'

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON FIELD OFFICE

- 1.0 The approved plugging plans may contain variances from the following <u>minimum general</u> requirements.
 - 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Authorized Officer, Farmington Field Office.
 - 1.2 Requirements may be added to address specific well conditions.
- 2.0 Materials used must be accurately measured. (densometer/scales)
- 3.0 A tank or lined pit must be used for containment of any fluids from the wellbore during plugging operations and all pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
 - 3.1 Pits are not to be used for disposal of any hydrocarbons. If hydrocarbons are present in the pit, the fluids must be removed prior to filling in.
- 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
 - 4.1 The cement shall be as specified in the approved plugging plan.
 - 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.3 Surface plugs may be no less than 50' in length.
 - 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
 - 4.6 A cement bond log or other accepted cement evaluation tool is required to be run if one had not been previously ran or cement did not circulate to surface during the original casing cementing job or subsequent cementing jobs.

2

- 5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by tagging with the work string.
 - 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.
 - 5.2 Testing will not be required for any cement plug that is mechanically contained by use of a bridge plug and/or cement retainer, if casing integrity has been established.
 - 5.3 Any cement plug which is the only isolating medium, for a fresh water interval or a zone containing a prospectively valuable deposit of minerals, shall be tested by tagging.
 - 5.4 If perforations are required below the surface casing shoe, a 30 minute minimum wait time will be required to determine if gas and/or water flows are present. If flow is present, the well will be shut-in for a minimum of one hour and the pressure recorded. Short or long term venting may be necessary to evacuate trapped gas. If only a water flow occurs with no associated gas, shut well in and record the pressures. Contact the Engineer as it may be necessary to change the cement weight and additives.
- 6.0 Before setting any cement plugs the hole needs to be rolled. All wells are to be controlled by means of a fluid that is to be of a weight and consistency necessary to stabilize the wellbore. This fluid shall be left in place as filler between all plugs.
 - 6.1 Drilling mud may be used as the wellbore fluid in open hole plugging operations.
 - 6.2 The wellbore fluid used in cased holes shall be of sufficient weight to balance known pore pressures in all exposed formations.
- 7.0 A blowout preventer and related equipment (BOPE) shall be installed and tested prior to working in a wellbore with any exposed zone(s); (1) that are over pressured, (2) where the pressures are unknown, or (3) known to contain H_2S .
- 8.0 Within 30 days after plugging work is completed, file a Sundry Notice, Subsequent Report of Abandonment (Form 3160-5), five copies, with the Field Manager, Bureau of Land Management, 6251 College Blvd., Suite A, Farmington, NM 87402. The report should show the manner in which the plugging work was carried out, the extent, by depth(s), of cement plugs placed, and the size and location, by depth(s), of casing left in the well. Show date well was plugged.
- 9.0 All permanently abandoned wells are to be marked with a permanent monument as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10.0 If this well is located in a Specially Designated Area (SDA), compliance with the appropriate seasonal closure requirements will be necessary.

All of the above are minimum requirements. Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1. You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.

(October 2012 Revision)

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

CONDITIONS OF APPROVAL

1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."

Well: South Bisti 21H 2

- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.
- 3. The following modifications to your plugging program are to be made:
 - a) Plug 3 and Surface Plug from the P&A Procedure will have to be readjusted to cover the BLM formation top picks. See attached geologic report.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.

K. Rennick 9/17/2021

7/15/2021

BLM - FFO - Geologic Report

Well No.	South Bisti 21H	Į	# 2	Surf. Loc.	1980	FNL	1920	FEL
				Sec.	21	T25N		R12W
Lease No.	NMSF078065	TVD	5000	PBTD	4937	Formation	Mancos(G	allup)
		Elevation	GL	6288		Elevation	Est. KB	6300
Operator	DJR Operating LLC			County	San Juan		State	New Mexico

Geologic Formations	Est. tops	Subsea Elev.	Remarks
Nacimiento Fm.	Surface	6297	Surface /fresh water sands
Ojo Alamo Ss	BSC*	>5915	Fresh water aquifer
Kirtland Fm.	535	5765	
Fruitland Fm.	766	5534	Coal/gas/possible water
Pictured Cliffs	1068	5232	Possible water
Lewis Shale	1250	5050	Source rock
Chacra (upper)	1452	4848	Possible gas/water
Chacra (lower)	1851	4449	
LaVentana	1992	4308	
Cliff House Ss	2150	4150	Water
Menefee Fm.	2505	3795	Coal/water/possible gas
Point Lookout Fm.	3540	2760	Possible gas/water
Mancos Shale	3702	2598	Source Rock
Gallup	4562	1738	Oil & gas

⁻ Vertical wellbore - all fm. tops are TVD.

1) DJR Fm. Tops Same

Date Completed

Prepared by: Walter Gage

⁻ BLM geologist's estimates for the tops of the Chacra and Mesa Verde fms. vary from operator's estimates in this well.

⁻The top and/or bottom of Plug 3 and the Surface plug vary from the BLM geologist's formation depths. These plugs must be modified to match the BLM depths.

^{*} Behind Surface Casing (< 385' depth)

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

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 49856

CONDITIONS

Operator:	OGRID:
DJR OPERATING, LLC	371838
1 Road 3263	Action Number:
Aztec, NM 87410	49856
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	9/22/2021
kpickford	Adhere to plug requirements noted in BLM COAs.	9/22/2021