Sundry Print Report 1 of

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Well Name: AUDACIOUS 19 FED Well Location: T25S / R33E / SEC 19 /

LOT 3 / 32.1150013 / -103.6168727

County or Parish/State: LEA /

NM

Well Number: 501Y

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM110838

Unit or CA Name:

Unit or CA Number:

US Well Number: 3002548983

Well Status: Drilling Well

Operator: EOG RESOURCES

INCORPORATED

Notice of Intent

Sundry ID: 2640112

Type of Submission: Notice of Intent

Date Sundry Submitted: 10/15/2021

Date proposed operation will begin: 10/14/2021

Type of Action: Plug and Abandonment

Time Sundry Submitted: 08:59

Procedure Description: DRILLED THIS WELL TO KOP @ 9935', PICKED UP CURVE ASSEMBLY AND COULD NOT GET BACK IN THE CASING PAST 4648'. UTILIZED CLEANOUT ASSEMBLY AND MILLED UNSUCCESSFULLY. RAN CALIPER LOG, GOT DOWN TO 4692'. BELIEVE THAT THE 9 5/8" CASING HAS BACKED OFF AT 4627'. DECISION MADE TO PLUG THE WELL AND SKID THE RIG 33' TO THE EAST. PROPOSED PLUGGING PROCEDURE: 1. Set cement retainer at 4540' MD which is 2 joints above casing backoff and squeeze 50 bbls of cement. (Covers base of Salt down to 100' below 9 5/8" casing shoe). On top of retainer we will spot 100' of cement. 2. Set CIBP @ 3650'. Set 150' cement plug on top of CIBP. (Meets 3,000 ft b/w plug in cased hole requirement) 3. Set 300' cement plug @ 1,250'. Tag @ 950' or shallower. (Covers Surface Casing Shoe and Top of Salt) 4. Set 100' cement plug from 100 ft to surface. REFERENCE ATTACHED CURRENT AND PROPOSED WELLBORE DIAGRAMS

Accepted for Record Only

SUBJECT TO LIKE APPROVAL BY BLM

Surface Disturbance

Is any additional surface disturbance proposed?: No

NMOCD 11/19/21

NOI Attachments

Procedure Description

Copy of Audacious 19 Fed 501Y Drilling Well Sketch PA 002 20211018123231.xlsx

Audacious_19_Fed_501H_Proposed_WBD___P_A_20211018122830.doc

Released to Imaging: 11/19/2021 3:47:14 PM

Received by OCD: 10/19/2021 8:02:33 AM

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Signed on: OCT 18, 2021 12:33 PM

INCORPORATED

Conditions of Approval

Specialist Review

Audacious 19 Fed 501Y Sundry ID 2640112 20211018143317.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: KAY MADDOX

Name: EOG RESOURCES INCORPORATED

Title: Regulatory Specialist

Street Address: 5509 CHAMPIONS DR.

City: MIDLAND

State: TX

Phone: (432) 638-8475

Email address: KAY MADDOX@EOGRESOURCES.COM

Field Representative

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:

BLM Point of Contact

BLM POC Name: LONG VO

BLM POC Phone: 5752345972

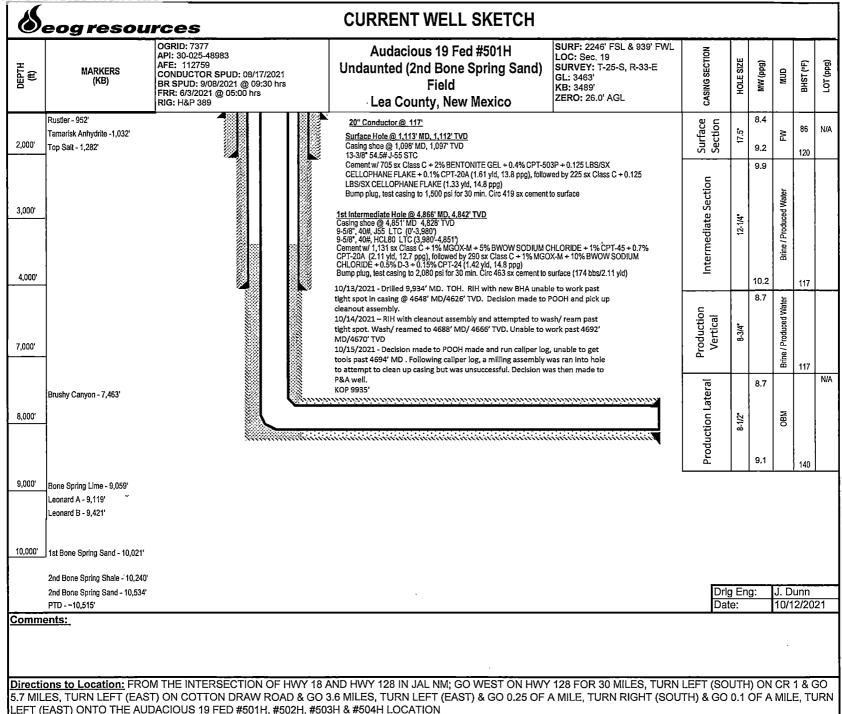
Disposition: Approved

BLM POC Title: Petroleum Engineer

BLM POC Email Address: LVO@BLM.GOV

Disposition Date: 10/18/2021

Released to the Released to th



Plug and Abandon WBD

10/14/2021

TVD

869

1207

4651

4879

4909

5910

7452 9009

9091

9439

10021

10240

10534

10659

Formation Top

Rustler

Top of Salt

Base of Salt

Lamar

Bell Canyon

Cherry Canyon

Brushy Canyon

Bone Spring Lime Leonard A

Leonard B

First BS Sand

Second BS Shale

Second BS Sand

Second BS B Sd

EOG Resources LWR Bone Spring 30-025-48983 2246' FSL & 939' FWL Section 19 T25S R33E

Audacious 19 Fed #501H Lea County, New Mexico

100' Cement plug, TOC @ surface (14.8 ppg / 1.33 yld)

300' Cement plug, TOC @ 950' MD (14.8 ppg / 1.33 yld)

Surface Casing @ 1098' MD/TVD

13-3/8" 54.5# J55 STC

Lead Cement: 202 bbls (13.8 ppg / 1.61 yld) Tail Cement: 53 bbls (14.8 ppg / 1.33 yld)

Circulated 120 bbls CTS

9-5/8" CIBP set @ ±3650' w/ 150' Cement plug on top Casing pressure tested to 1000 psi for 30 min

Cement Retainer set @ 4540' MD - Squeeze 50 BBL of CMT (14.8 ppg / 1.33 yld) below, 100' on top)

Unable to work past 4692' MD/4670' TVD

Intermediate Casing @ 4851'/4828'

9-5/8" 40# J55 LTC (0' - 3979') 9-5/8" 40# HCL80 LTC (3979' - 4851') Lead Cement: 426 bbls (12.7 ppg / 2.11 yld)

Tail Cement: 46 bbls (14.8 ppg / 1.42 yld)

Circulated 174 bbls CTS

10/13/2021 - Drilled 9,934' MD. TOH. RIH with new BHA unable to work past tight spot in casing @ 4648' MD/4626' TVD. Decision made to POOH and pick up cleanout assembly.

10/14/2021 - RIH with cleanout assembly and attempted to wash/ ream past tight spot. Wash/ reamed to 4688' MD/ 4666' TVD.

10/15/2021 - Decision made to POOH made and run caliper log, unable to get tools past 4694' MD . Following caliper log, a milling assembly was ran into hole to attempt to clean up casing but was unsuccessful. Decision was then made to P&A well.

8-3/4" Hole Section TD at 9935' MD/ 9827' TVD Final TD in Leonard B

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **brine** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. Dry Hole Marker: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 10th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement, unless otherwise noted in COA (requirements will be attached). The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

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 56689

CONDITIONS

Operator:	OGRID:	
EOG RESOURCES INC	7377	
P.O. Box 2267	Action Number:	
Midland, TX 79702	56689	
	Action Type:	
	[C-103] NOI Plug & Abandon (C-103F)	

CONDITIONS

Created By	Condition	Condition Date
kfortner	Like approval from BLM	11/19/2021