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

Well Name: JICARILLA 430 Well Location: T23N / R5W / SEC 36 / County or Parish/State:

NENW / SANDOVAL / NM

Well Number: 6 Type of Well: OIL WELL Allottee or Tribe Name:

JICARILLA APACHE

Lease Number: JIC430 Unit or CA Name: Unit or CA Number:

US Well Number: 3004320757 Well Status: Oil Well Shut In Operator: DJR OPERATING LLC

Notice of Intent

Sundry ID: 2651196

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 01/05/2022 Time Sundry Submitted: 11:39

Date proposed operation will begin: 01/05/2022

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.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

 $\label{linear} \textbf{Jicarilla_430_6_Reclamation_Plan_20220105113753.pdf}$

 $\label{likelihood} \mbox{\sf Jicarilla_430_6_PA_Procedure_20220105113753.pdf}$

 $\label{likelihood} \textbf{Jicarilla_430_6_Proposed_WBD_20220105113752.pdf}$

Jicarilla_430_6_Current_WBD_20220105113752.pdf

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NENW /

County or Parish/State:

SANDOVAL / NM

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Operator: DJR OPERATING LLC

Page 2 of

Conditions of Approval

Additional Reviews

General_Requirement_PxA_20220112150521.pdf

2651196_NOIA_430_6_3004520757_KR_01122022_20220112150502.pdf

23N05W36CKg_Jicarilla_430_6_20220112141229.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: JAN 05, 2022 11:38 AM

Name: DJR OPERATING LLC Title: Regulatory Specialist

Street Address: 1 Road 3263

State: NM City: Aztec

Phone: (505) 632-3476

Email address: sford@djrllc.com

Field Representative

Representative Name:

Street Address:

State: City: Zip:

Phone:

Email address:

BLM Point of Contact

Signature: Kenneth Rennick

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:** 01/12/2022

Plug and Abandonment Procedure

for

DJR Operating, LLC

Jicarilla 430 6

API # 30-043-20757

NE/NW, Unit C, Sec. 36, T23N, R5W

Sandoval 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 tubing of paraffin.
- 6. Unset TAC.
- 7. ND WH, NU BOP, function test BOP.
- 8. Trip out of hole with rods and tubing. LD rods and tubing to be sent in for storage/salvage.
- 9. RDMO prep rig to next location.

II.

- 10. MIRU P&A rig and equipment.
- 11. PU workstring, TIH with bit and scraper, make sure that the bit and scraper will go below 6050'. TOOH.
- 12. Plug 1. Lower Mancos perfs. PU and TIH with 4-1/2" CR. Set at 6050'. Pressure test tubing to 1000 psi. RU cement equipment. Squeeze below CR with 10 sx. Spot 50' plug on top of CR. PU and pump water to ensure tubing is clear.

- 13. Plug 2. Gallup top and perfs: Mix and pump a balanced plug from 5641-5120'. Pump water to ensure tubing is clear.
- 14. Plug 3: Mancos top and upper perfs: Mix and pump a balanced plug from 4611-4420'. Pump water to ensure tubing is clear. WOC. Tag TOC. Roll hole and pressure test casing to 600 psi. If test fails, contact engineering. TOOH.
- 15. RU and RIH with wireline and run CBL from top of cement as tagged in Step 14 to surface. Electronic copy of CBL to be sent to: Ken Rennick krennick@blm.gov, Monica Kuehling mkuehling@state.nm.gov, Loren Diede DJR, ldiede@djrllc.com, and Scott Lindsay, DJR, slindsay@djrllc.com. P&A procedure may be modified as determined by the casing pressure test and the CBL log.
- 16. Plug 4. Mesa Verde: Mix and pump a balanced plug from 3672-3572'. Pump water to ensure tubing is clear.
- 17. Plug 5: Chacra: Perf holes at 2566'. Set CR at 2516'. Squeeze below CR to bring TOC to 2466' outside. Spot 50' plug on top of CR.
- 18. Plug 6. Pictured Cliffs, Fruitland, Kirtland, and Ojo Alamo: Mix and pump a balanced plug from 2154-1595'. Pump water to ensure tubing is clear.
- 19. Plug 7: Nacimiento: Perf holes at 1303'. Set CR at 1253'. Squeeze below CR to bring TOC outside to 1203'. Spot 50' plug on top of CR. Pump water to ensure that tubing is clear.
- 20. Plug 8: Surface casing shoe and surface: Perf holes at 273'. Tie onto 4-1/2" casing and mix and pump sufficient cement to bring cement to surface inside and outside 4-1/2" casing.
- 21. RD cementing equipment. Cut off wellhead, fill any exposed annulus with cement as necessary. **Install SURFACE P&A marker as per BIA requirements.** Record GPS coordinates for P&A marker and the Final P&A Report. Photograph the P&A marker and attach to the report.
- 22. RD and MO all rig and cement equipment. Assure that location is free of trash and contamination before moving off.
- 23. Send all reports and attachments to DJR Aztec office for regulatory filings.

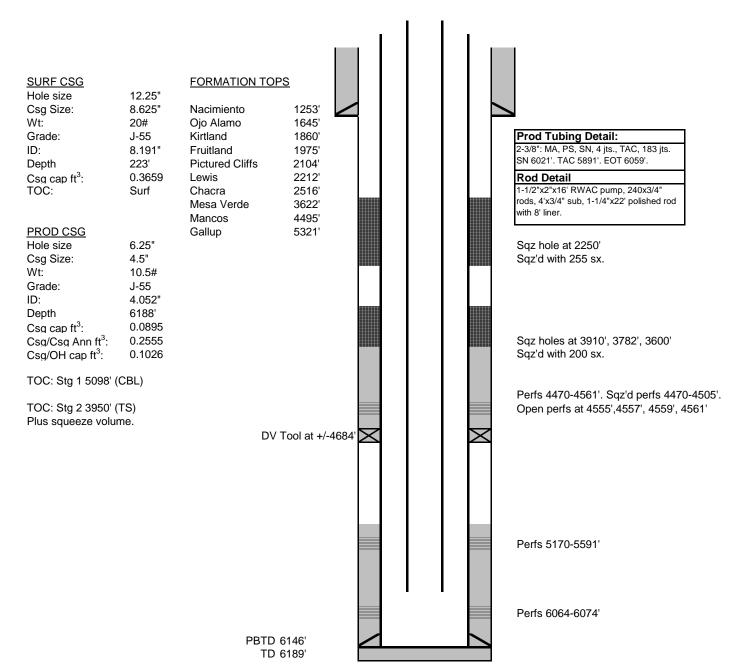
Note: All cement is to be Class G mixed at 15.8 ppg, yield 1.15 cu ft / sx. Cement volumes are based on inside capacities + 50' excess and outside capacities + 100% excess. Surface PxA marker is to be installed at surface, 12"x18", and exposed at the reclaimed GL surface.

Current Wellbore Diagram DJR Operating, LLC

Jicarilla 430 6

API # 30-043-20757 NE/NW, Unit C, Sec 36, T23N, R5W Sandoval County, NM

GL 6810' KB 6823' Spud Date 5/1/1985



Proposed P&A Wellbore Diagram

DJR Operating, LLC Jicarilla 430 6

API # 30-043-20757 NE/NW, Unit C, Sec 36, T23N, R5W Sandoval County, NM

GL 6810' KB 6823' Spud Date 5/1/1985

| SURF CSG Hole size Csg Size: Wt: Grade: ID: Depth Csg cap ft3: TOC: | 12.25" 8.625" 20# J-55 8.191" 223' 0.3659 Surf | FORMATION TO Nacimiento Ojo Alamo Kirtland Fruitland Pictured Cliffs Lewis Chacra | PS 1253' 1645' 1860' 1975' 2104' 2212' 2516' | | >< | | Plug 8: Surface casing shoe and surface plug. Perf holes at 273'. Tie onto 4-1/2" casing and mix and pump sufficient cement to bring TOC to surface inside and Plug 7: Nacimiento: Perf holes at 1303'. Set CR at 1253'. Sqz below CR to bring TOC to 1203' inside and outside. |
|---|---|--|---|-------|----------|---|---|
| PROD CSG Hole size Csg Size: Wt: Grade: ID: Depth Csg cap ft3: Csg/Csg Ann ft3: Csg/OH cap ft3: | 6.25" 4.5" 10.5# J-55 4.052" 6188' 0.0895 0.2555 0.1026 | Mesa Verde Mancos Gallup | 3622' 4495' 5321' | | >< | | Plug 6: Pictured Cliffs, Fruitland, Kirtland, and Ojo Alamo: Spot balanced plug from 2154-1595'. Plug 5: Chacra: Perf holes at 2566'. Set CR at 2516'. Sqz below CR to bring TOC to 2466' inside and outside. Plug 4: Mesaverde: Spot balanced plug from 3672-3572'. |
| TOC: Stg 1 5098' (C TOC: Stg 2 3950' (T Plus squeeze volum | S) | DV | / Tool at +/- <i>4</i> | 4684' | | × | Plug 3: Mancos: Spot balanced plug from 4611-4420' (to cover old perf top). |
| | | | | | <u> </u> | | Plug 2: Gallup top and perfs: Spot balanced plug from 5641-5120'. Plug 1: Lower Mancos perfs: Set CR at 6050'. Sqz below CR with 10 sx. Spot 50' plug on top of CR from 6050' to 6000'. |
| | | | 6146' 6189' | | | | All plugs to be Class G cement mixed at 15.8 ppg and 1.15 ft ³ /sk |

15.8 ppg and 1.15 ft³/sk

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

AFMSS 2 Sundry ID 2651196

Attachment to notice of Intention to Abandon

Well: Jicarilla 430 6

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 at (505) 564-7750.

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 1/12/2022

BLM FLUID MINERALS P&A Geologic Report

Date Completed: 1/12/2022

| Well No. Jicarilla 430 #6 (API# 30-0 |)43-20757) | Location | 990 | FNL | & | 1650 FV | | |
|--------------------------------------|---------------|----------------------|----------------|------|-------|------------|--|--|
| Lease No. JIC430 | se No. JIC430 | | | T23N | | R05W | | |
| Operator DJR Operating, LLC | | County | Sandoval | | State | New Mexico | | |
| Total Depth 6189' | PBTD 6146' | Formation | Gallup, Mancos | | | | | |
| Elevation (GL) 6810' | Elevation (KE | Elevation (KB) 6823' | | | | | | |

| Geologic Formations | Est. Top | Est. Bottom | Log Top | Log Bottom | Remarks |
|----------------------------|----------|-------------|---------|------------|-------------------------------|
| San Jose Fm | | | Surface | 1253 | Surface/freshwater sands |
| Nacimiento Fm | | | 1253 | 1645 | Freshwater sands |
| Ojo Alamo Ss | | | 1645 | 1860 | Aquifer (possible freshwater) |
| Kirtland Shale | | | 1860 | 1960 | |
| Fruitland Fm | | | 1960 | 2104 | Coal/Gas/Possible water |
| Pictured Cliffs Ss | | | 2104 | 2212 | Gas |
| Lewis Shale | | | 2212 | 2516 | |
| Chacra | | | 2516 | 3622 | Gas |
| Cliff House Ss | | | 3622 | 3655 | Water/Possible gas |
| Menefee Fm | | | 3655 | 4260 | Coal/Ss/Water/Possible O&G |
| Point Lookout Ss | | | 4260 | 4495 | Probable water/Possible O&G |
| Mancos Shale | | | 4495 | 5321 | |
| Gallup | | | 5321 | PBTD | O&G/Water |
| Greenhorn | | | | | |
| Graneros Shale | | | | | |
| Dakota Ss | | | | | O&G/Water |

Remarks:

P & A

- BLM pick for the Fruitland formation varies from Operator submission. Plug proposed in P&A procedure for the Fruitland is adequate to cover both picks.

The plugs proposed in the P&A procedure will adequately protect any freshwater sands in this well bore.

- Gallup perfs 5170' – 5591' and 6064' – 6074'. Mancos perfs 4470' – 4561'.

Reference Well:
1) Formation Tops
Same

Prepared by: Chris Wenman

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 72166

CONDITIONS

| Operator: | OGRID: |
|--------------------|-------------------------------------|
| DJR OPERATING, LLC | 371838 |
| 1 Road 3263 | Action Number: |
| Aztec, NM 87410 | 72166 |
| | Action Type: |
| | [C-103] NOI Plug & Abandon (C-103F) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|---|-------------------|
| kpickford | Notify NMOCD 24 Hours Prior to beginning operations | 1/21/2022 |
| kpickford | CBL required | 1/21/2022 |
| kpickford | Adhere to BLM approved COAs and plugs. See GEO report | 1/21/2022 |