

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

Sundry Print Report

Well Name: AXI APACHE H Well Location: T24N / R5W / SEC 31 / County or Parish/State: RIO

SESE / 36.264784 / -107.396788 ARRIBA / NM

Well Number: 13

Type of Well: CONVENTIONAL GAS

Allottee or Tribe Name:

WELL JICARILLA APACHE

Lease Number: JIC38 Unit or CA Name: Unit or CA Number:

US Well Number: 3003905219 Well Status: Temporarily Abandoned Operator: DJR OPERATING LLC

Notice of Intent

Sundry ID: 2657498

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 02/16/2022 Time Sundry Submitted: 02:44

Date proposed operation will begin: 02/16/2022

Procedure Description: This NOI to P&A is being submitted for engineering & geological review per Dave M. of the BLM prior to onsite inspection. A Reclamation Plan will be submitted on a subsequent sundry at a later date. DJR Operating, LLC requests permission to Plug & Abandon the subject well according to the attached Procedure, Current & Proposed Wellbore Diagram.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

AXI_Apache_H_13_PxA_Procedure_20220216144435.pdf

AXI_Apache_H_13_BIA_Rationale_Form_20220216144436.pdf

AXI_Apache_H_13_Proposed_WBD_20220216144435.pdf

AXI_Apache_H_13_Current_WBD_20220216144435.pdf

well Name: AXI APACHE H

Well Location: T24N / R5W / SEC 31 / County or Parish/State: RIO

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County or Parish/State: RIO

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WELL JICARILLA APACHE

ARRIBA / NM

Lease Number: JIC38 Unit or CA Name: Unit or CA Number:

US Well Number: 3003905219 Well Status: Temporarily Abandoned Operator: DJR OPERATING LLC

Conditions of Approval

Specialist Review

24N05W31_AXI_Apache_H_13_20220217063754.pdf

General_Requirement_PxA_20220217063515.pdf

2657498_NOIA_H_13_3003905219_KR_02172022_20220217063447.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: FEB 16, 2022 02:44 PM

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

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:** 02/17/2022

Plug and Abandonment Procedure

for

DJR Operating, LLC
AXI Apache H 13
API # 30-039-05219
SE/SE, Unit P, Sec. 31, T24N, R5W

Rio Arriba County, NM

T.

- 1. Hold pre-job meeting, comply with all NMOCD, BLM and environmental regulations.
- 2. Check and record tubing, casing and bradenhead pressures.
- 3. 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.
- 4. Trip out of hole with rods and pump. Lay down to be sent in for storage/salvage.
- 5. ND WH, NU BOP, function test BOP.
- 6. Trip out of hole with 2-3/8" tubing. LD tubing to be sent in for storage/salvage.

II.

- 7. PU workstring, TIH with bit and scraper. Tag CIBP at 2082'. Roll hole with water.
- 8. Drop standing valve and pressure test tubing to 1000 psi. Recover SV. Test casing to 600 psi. If casing does not test, contact engineering. TOOH.

Provided that casing test was good, proceed to step 9.

- 9. MIRU logging truck. Run CBL log from CR to surface. Hold 600 psi on casing if possible. Electronic copy of CBL to be sent to Ken Rennick krennick@blm.gov, Monica Kueling monica.kueling@state.nm.us, Loren Diede ldiede@djrllc.com, and slindsay@djrllc.com. Plugs may be adjusted per log results.
- 10. RU cement equipment. Pump water to assure that tubing is clear.

- 11. Plug 1. Pictured Cliffs: Spot cement on top of CIBP at 2082' to TOC in annulus, as indicated by CBL. Pump water to ensure tubing is clear. TOOH.
- 12. Plug 2. Fruitland, Kirtland, and Ojo Alamo: RIH with wireline and perforate holes at as indicated by CBL. PU and TIH with 4-1/2" CR and set at as required by BLM/NMOCD. Establish rate. Mix and pump sufficient volume to bring top of cement to 1655' inside and outside. Pump water to ensure tubing is clear.
- 13. Plug 3. Nacimiento: RIH with wireline. Perforate holes at 1111'. Set 4-1/2" CR at 1061'. Establish rate. Mix and pump sufficient volume to bring cement to 1011' inside and outside.
- 14. Plug 4: Surface casing shoe and surface plug: Perforate holes at 257'. Tie onto 4-1/2" casing and mix and pump sufficient volume to bring cement to surface inside and outside.
- 15. RD cementing equipment. Cut off wellhead, fill annuli with cement, as necessary.

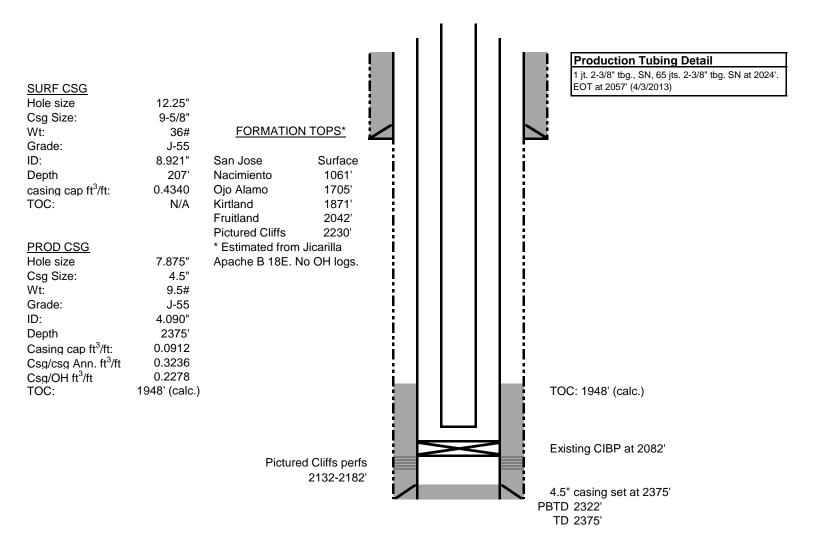
 Install SURFACE P&A marker as per BIA requirements. Record GPS coordinates for P&A marker and the final P&A report. Photograph the P&A marker and attach to the report.
- 16. RD and MO all rig and cement equipment. Assure that location is free of trash and contamination before moving off.
- 17. Send all 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./sk. Cement volumes are based on inside capacities +50' and outside capacities + 100% excess.

Surface PxA marker is to be installed at surface, 12"x18", and exposed at the reclaimed GL surface.

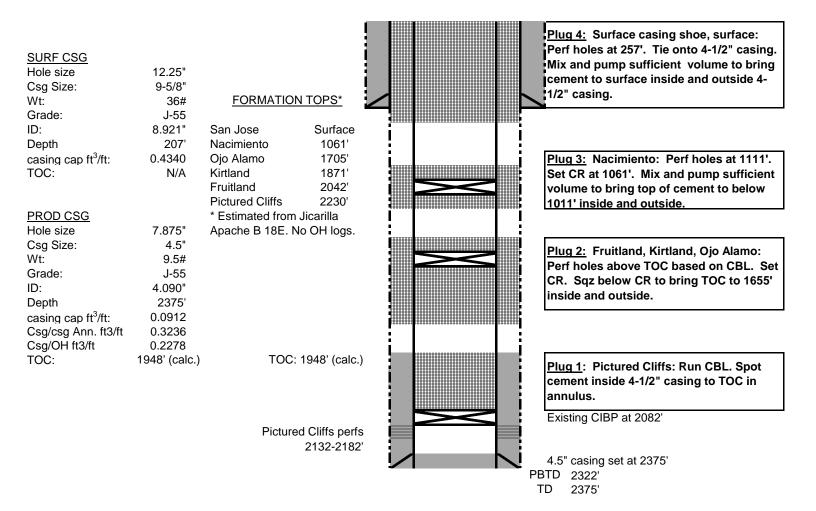
DJR Operating, LLC Current Wellbore Diagram AXI Apache H 13 API # 30-039-05219 SE/SE, Unit P, Sec 31, T24N, R5W Rio Arriba County, NM

GL 6638' KB 6648' Spud Date 6/17/1964



DJR Operating, LLC
Proposed Wellbore Diagram
AXI Apache H 13
API # 30-039-05219
SE/SE, Unit P, Sec 31, T24N, R5W
Rio Arriba County, NM

GL 6638' KB 6648' Spud Date 6/17/1964



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.

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- 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 2657498

Attachment to notice of Intention to Abandon

Well: Axi Apache H 13

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 2/17/2022

BLM FLUID MINERALS P&A Geologic Report

Date Completed: 02/17/2022

Well No. AXI Apache H #13 (A	ache H #13 (API# 30-039-05219)		990	FSL	&	1075	FEL
Lease No. JIC38		Sec. 31	T24	T24N		R05W	
Operator DJR Operating, LLO	perating, LLC		Rio Arriba		State	New Mexico	
Total Depth 2375'	PBTD 2322'	Formation	Pictured Cliffs (Producing)				
Elevation (GL) 6638'	Elevation (KF	Elevation (KB) 6648'					

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm	Surface	1061			Surface/freshwater sands
Nacimiento Fm	1061	1705			Possible freshwater sands
Ojo Alamo Ss	1705	1871			Aquifer (possible freshwater)
Kirtland Shale	1871	2042			
Fruitland Fm	2042	2230			Coal/Gas/Possible water
Pictured Cliffs Ss	2230	PBTD			Gas
Lewis Shale					
Chacra					Gas
Cliff House Ss					Water/Possible gas
Menefee Fm					Coal/Ss/Water/Possible O&G
Point Lookout Ss					Probable water/Possible O&G
Mancos Shale					
Gallup					O&G/Water
Greenhorn					
Graneros Shale					
Dakota Ss					O&G/Water

Remarks: P & A

Reference Well:

- The plugs proposed in the P&A procedure will adequately protect any freshwater sands in this well bore.
- Pictured Cliffs perfs 2132' 2182'.

Prepared by: Kenneth Rennick

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 82258

CONDITIONS

Operator:	OGRID:
DJR OPERATING, LLC	371838
1 Road 3263	Action Number:
Aztec, NM 87410	82258
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kpickford	CBL required	2/23/2022
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	2/23/2022
kpickford	Adhere to BLM approved COAs and plugs. See GEO report	2/23/2022