

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

Sundry Print Report

Well Name: JICARILLA K 157 Well Location: T23N / R2W / SEC 4 / County or Parish/State: RIO

NESW / ARRIBA / NM

Well Number: 3 Type of Well: CONVENTIONAL GAS Allottee or Tribe Name:

WELL JICARILLA APACHE

Lease Number: JIC157 Unit or CA Name: Unit or CA Number:

US Well Number: 3003905143 Well Status: Producing Gas Well Operator: DJR OPERATING LLC

Notice of Intent

Sundry ID: 2697764

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 10/12/2022 Time Sundry Submitted: 12:25

Date proposed operation will begin: 10/12/2022

Procedure Description: This request is being submitted for engineering & geological review prior to onsite inspection as approved by Dave M. of the BLM. 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

NOI_PA_BLM_Submittal_20221012122456.pdf

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eived by OCD: 10/25/2022 12:06:42 PM Well Name: JICARILLA K 15/

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NESW /

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Lease Number: JIC157

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Well Status: Producing Gas Well

Operator: DJR OPERATING LLC

Conditions of Approval

Specialist Review

2697764_NOIA_K_3_3003905143_KR_10242022_20221024164302.pdf

23N2W4_Jicarilla_K_3_Geo_KGR_20221024164256.pdf

General_Requirement_PxA_20221024164246.pdf

Operator

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

Operator Electronic Signature: SHAW-MARIE FORD Signed on: OCT 12, 2022 12:25 PM

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 Name:

Street Address:

City: State:

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: 10/24/2022

Zip:

DJR Operating, LLC Plug and Abandonment Procedure Jicarilla K 157 3 API # 30-039-05143 NE/SW, Unit K, Sec. 4, T23N, R2W Rio Arriba County, NM

- 1. Hold Pre job meeting, comply with all NMOCD, BLM and environmental regulations.
- 2. MIRU 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. ND WH, NU BOP, function test BOP.
- 6. Trip out of hole with 1-1/4" tubing. LD tubing to be sent in for storage/salvage.
- 7. PU bit and 4-1/2" casing scraper on workstring and make sure it will go past 2990'. TOOH.
- 8. Plug 1 (Perforations): TIH with CR and set near 2990'. Pressure test tubing to 1000 psi. Sting out of CR. Roll hole Pressure test casing to 600 psi. Sting back into CR and attempt to squeeze below CR with 10 sx. Sting out and pump water to ensure that tubing is clear. TOOH.
- 9. MIRU logging truck. Run CBL 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. Plug 2 (Pictured Cliffs, Fruitland, and Kirtland (to TOC)): TIH and spot blind plug on top of CR to 2860', or as indicated by CBL. Pump water to ensure that tubing is clear. TOOH.
- 11. Plug 3 (Kirtland top inside/outside): Perforate holes as close to estimated TOC (2854') as possible. PU and TIH with 4-1/2" CR and set close above perfs. Mix and pump sufficient volume to bring TOC to 2810', inside and outside. Pump water to ensure tubing is clear. TOOH. Depending on CBL results, it may be possible to combine Kirtland upper plug with Ojo Alamo plug in Step 12.
- 12. Plug 4 (Ojo Alamo): Perforate holes at 2700' PU and TIH with 4-1/2" CR and set near 2650'. Mix and pump sufficient volume to bring TOC to 2600', inside and outside. Pump water to ensure tubing is clear. TOOH.

- 13. Plug 5 (Nacimiento): Perforate holes at 1928'. PU and TIH with 4-1/2" CR and set near 1878'. Mix and pump sufficient volume to bring TOC to 1828', inside and outside. Pump water to ensure tubing is clear.
- 14. Plug 6 (Surface casing shoe and surface plug): Perforate holes at 143'. Tie on to 4 ½" casing and mix and pump sufficient volume to bring cement to surface, inside and outside.
- 15. RD cementing equipment. Cut off wellhead, fill any exposed annulus with cement, as necessary. **Install 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 before moving off.
- 17. Send all reports and attachments to DJR Aztec office for regulatory filings.

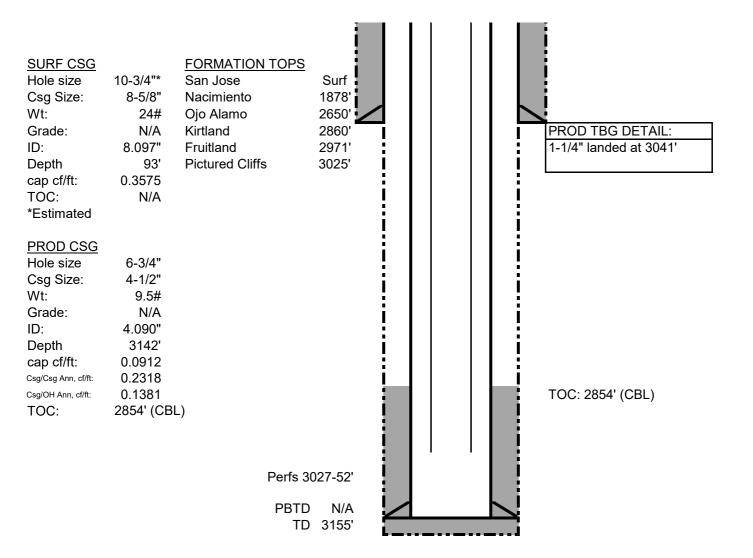
Note: All cement is to be Class G mixed at 15.8 ppg, yield 1.15 cu ft / sx. Cement volumes are based on inside capacities + 50' excess and outside capacities + 100% excess.

PxA marker to be 12"x18" with rounded corners and installed below grade no deeper than 2'.

DJR Operating, LLC

Jicarilla K 157 3 API # 30-039-05143 NE/SW, Unit K, Sec 4, T23N, R2W Rio Arriba County, NM

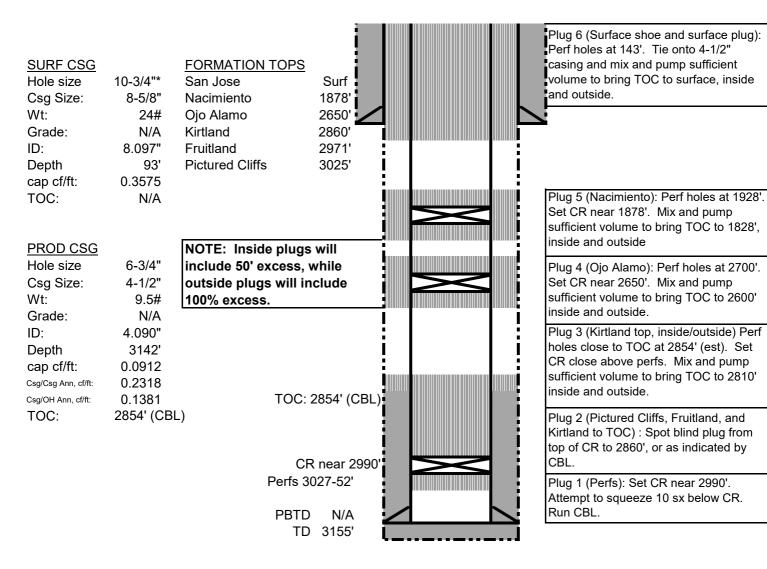
GL 7332' KB 7339' Spud Date 6/1/1963



Proposed DJR Operating, LLC

Jicarilla K 157 3
API # 30-039-05143
NE/SW, Unit K, Sec 4, T23N, R2W
Rio Arriba County, NM

GL 7332' KB 7339' Spud Date 6/1/1963



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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2697764

Attachment to notice of Intention to Abandon

Well: Jicarilla M 3

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 10/24/2022

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)

BLM FLUID MINERALS P&A Geologic Report

Date Completed: 10/24/2022

Well No. Jicarilla K 3 (API# 30	Location	NESW					
Lease No. JIC157		Sec. 4	T23N			R2W	
Operator DJR Operating, LLC		County	Rio Arriba		State	New Mexico	
Total Depth 3155'	PBTD NA	Formation	Pictured	Cliffs			
Elevation (GL) 7332'	Elevation (K	B) 7339'					

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					Surface/freshwater sands
Nacimiento Fm			1878		Possible freshwater sands
Ojo Alamo Ss			2650		Aquifer (possible freshwater)
Kirtland Shale			2860		
Fruitland Fm			2971		Coal/Gas/Possible water
Pictured Cliffs Ss			3025		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:

- Pictured Cliffs perforations 3027 -3052'.

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 153446

CONDITIONS

Operator:	OGRID:	
DJR OPERATING, LLC	371838	
1 Road 3263	Action Number:	
Aztec, NM 87410	153446	
	Action Type:	
	[C-103] NOI Plug & Abandon (C-103F)	

CONDITIONS

Created By	Condition	Condition Date
kpickford	CBL required	10/27/2022
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	10/27/2022
kpickford	Adhere to BLM approved COAs and plugs. See BLM COAs and GEO report.	10/27/2022