ceined by Och: Appropriate 3:8:40:34 /	State of New 1	Mexico	I	Form C-103 of
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and N	atural Resources	Revise WELL API NO.	ed July 18, 2013
<u>District II</u> – (575) 748-1283	OIL CONSERVATION	NOIVISION	30-025-03971	
811 S. First St., Artesia, NM 88210 <u>District III</u> – (505) 334-6178	1220 South St. F		5. Indicate Type of Lease STATE ☐ FEB	, _
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460	Santa Fe, NM	87505	6. State Oil & Gas Lease No.	
1220 S. St. Francis Dr., Santa Fe, NM 87505			B-1400	
SUNDRY NOTICE	ES AND REPORTS ON WEL		7. Lease Name or Unit Agree	ement Name
(DO NOT USE THIS FORM FOR PROPOSAL DIFFERENT RESERVOIR. USE "APPLICA"			State NMA	
PROPOSALS.) 1. Type of Well: Oil Well G	as Well 🛛 Other		8. Well Number #1	
2. Name of Operator	is well Z other		9. OGRID Number	
Walsh & Watts Inc			243978	
3. Address of Operator 155 Walsh Drive, Aledo, TX 76008			10. Pool name or Wildcat Arkansas Junction Queen (0)	Gas)
4. Well Location				· · · · · · · · · · · · · · · · · · ·
	feet from the N	line and660		line
Section 14	*	ange 36E	NMPM County L	ea
	11. Elevation (Show whether I	DR, RKB, RT, GR, etc 3878'	.)	
			•	
12. Check Ap	propriate Box to Indicate	Nature of Notice,	Report or Other Data	
NOTICE OF INT	ENTION TO:	SUE	SEQUENT REPORT OF	= ∙
	PLUG AND ABANDON	REMEDIAL WOR		CASING
	CHANGE PLANS		RILLING OPNS. P AND A	
	MULTIPLE COMPL	CASING/CEMEN	IT JOB	
DOWNHOLE COMMINGLE				
CLOSED-LOOP SYSTEM OTHER:	П	OTHER:		П
13. Describe proposed or complet of starting any proposed work proposed completion or recom). SEE RULE 19.15.7.14 NM		nd give pertinent dates, including ompletions: Attach wellbore diag	
1 Cot 5 1/ CIDD @ 4294? Cino	hala w/ MI E Duagawa taat .	naa Enat 25 ay amt G	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	
 Set 5 ½ CIBP @ 4384'. Circ Perf & Sqz 50 sx cmt @ 312 			4384-4184*.	
3. Perf & Sqz 50 sx cmt @ 1820	0-1620'. WOC & Tag (T/Sal			
4. Perf & Sqz 80 sx cmt @ 338		la Mauliau		
5. Cut off well head, verify cmt	. W surface, weld on Dry Ho	не магкег.		
4" diameter 4' tall Above	Ground Marker	SEE	ATTACHED CONDITIONS	
4 didiffeter 4 tall / 150Ve V	Stouria Markor	The state of the s	PPROVAL	
pud Date:	Rig Release	Date:		
hereby certify that the information ab-	ove is true and complete to th	a best of my knowleds	ga and haliaf	
neredy certify that the information ab-	ove is true and complete to the	c best of my knowleds	ge and benef.	
IGNATURE	TITLE		DATE	
Type or print name	E mail add	race.	DLIONE.	
For State Use Only	E-man add		FHONE	
ADDDOVED BY: V 1	itae TITLE C	omnliance Officer	A DATE 11/2/2	12
APPROVED BY:	IIILE C		DAIE 11/2/2	.
FT		575-263-6633		

CONDITIONS OF APPROVAL FOR PLUGGING AND ABANDONMENT OCD - Southern District

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office I (Hobbs) at (575)-263-6633 at least 24 hours before beginning work. After MIRU rig will remain on well until it is plugged to surface. OCD is to be notified before rig down.

Company representative will be on location during plugging procedures.

- **1.** A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs. Insure all bradenheads have been exposed, identified and valves are operational prior to rig up.
- **2.** Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- **3.** Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private- shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator as well as the contractor, to verify that this permit is in place prior to performing work. Drivers shall be able to produce a copy upon request of an NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- **5.** A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can +be released.
- **6.** If work has not begun within 1 Year of the approval of this procedure, an extension request must be file stating the reason the well has not been plugged.
- 7. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- **8.** Produced water will not be used during any part of the plugging operation.
- 9. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- **10.** All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 11. Class 'C' cement will be used above 7500 feet.
- 12. Class 'H' cement will be used below 7500 feet.
- **13.** A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- **14.** All Casing Shoes Will Be Perforated 50' below shoe depth and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing.
- **16.** When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 17. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.
- **18.** A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).

- 19. No more than 3000' is allowed between cement plugs in cased hole and 2000' in open hole.
- 20. Some of the Formations to be isolated with cement plugs are: These plugs to be set to isolate formation tops
- A) Fusselman
- B) Devonian
- C) Morrow
- D) Wolfcamp
- E) Bone Springs
- F) Delaware
- G) Any salt sections
- H) Abo
- I) Glorieta
- J) Yates.
- K) Potash---(In the R-111-P Area (Potash Mine Area),

A solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.

21. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing.

DRY HOLE MARKER REQ.UIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

- 1. Operator name
- 2. Lease and Well Number
- 3. API Number
- 4. Unit letter
- 5. Quarter Section (feet from the North, South, East or West)
- 6. Section, Township and Range
- 7. Plugging Date
- 8. County

SPECIAL CASES ----AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, a below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)

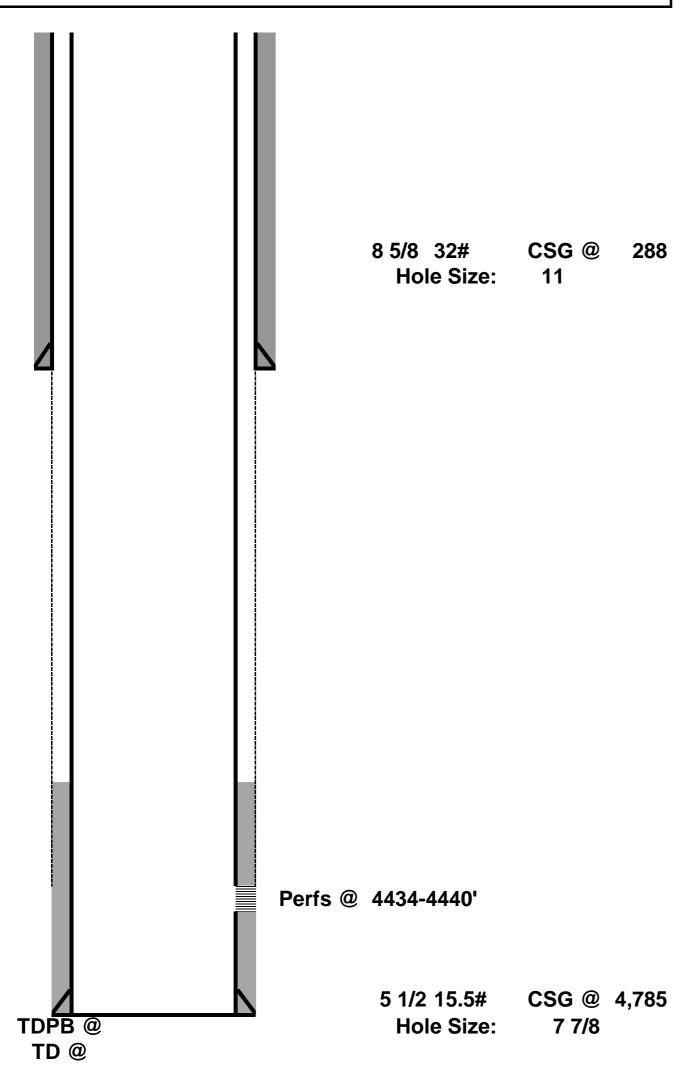
SITE REMEDIATION DUE WITHIN ONE YEAR OF WELL PLUGGING COMPLETION

ceined by OCP: 10/27/2022 8:40:34	State of New Mexic	20		Form C-103
Office <u>District I</u> – (575) 393-6161	Energy, Minerals and Natural	Resources		Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283			WELL API NO. 30-025-03971	
811 S. First St., Artesia, NM 88210	OIL CONSERVATION DI		5. Indicate Type	of Lease
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis		STATE	∑ FEE □
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe, NM 8750	5	6. State Oil & Ga B-1400	s Lease No.
	CES AND REPORTS ON WELLS			r Unit Agreement Name
	SALS TO DRILL OR TO DEEPEN OR PLUG F SATION FOR PERMIT" (FORM C-101) FOR S	-	State NMA	114
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well 🛛 Other		8. Well Number	#1
2. Name of Operator	Gas Weii 🖂 Other		9. OGRID Numb	er
Walsh & Watts Inc			243978	
 Address of Operator Walsh Drive, Aledo, TX 7600 	8		10. Pool name or Arkansas Juncti	
4. Well Location				
·		e and	feet from the	
Section 14	Township 18S Range 11. Elevation (Show whether DR, RK	36E	NMPM	County Lea
	3878'	.в, к1, Gк, етс.)		
	CHANGE PLANS COMPL COMPLETE COMPL COMPLETE COMPLICATION COMPLETE COMPLICATION COMPLETE COMPLETE COMPLICATION COMPLETE COMPL		LLING OPNS.	
 Perf & Sqz 50 sx cmt @ 31 Perf & Sqz 50 sx cmt @ 18 Perf & Sqz 80 sx cmt @ 33 	rc hole w/ MLF Pressure test csg. Sp. 125-2925'. WOC & Tag (Yates & B/S 320-1620'. WOC & Tag (T/Salt) 38' to surface (8 5/8" Shoe) mt @ surface, weld on Dry Hole Mar	Salt) rker.	4384-4184°.	
r				
hereby certify that the information a	above is true and complete to the best of	of my knowledge	and belief.	
SIGNATURE	TITLE		D <i>F</i>	ATE
Type or print name For State Use Only	E-mail address: _		PH	IONE:
APPROVED BY:	TITLE		DA	TE
Conditions of Approval (if any):				

Page 5 of 8

Walsh & Wa	atts		CURRENT
Author:	Abby @ BCM	\\/ - \\ -	***
Well Name	State NMA	Well No.	#1
Field/Pool	Arkasas Junction Qn (Gas)	API #:	30-025-03971
County	Lea	Location:	Sec 14, T18S, R36E
State	NM	_	660 FNL, 660 FEL
Spud Date	10/2/1960	GL:	3878

Description	O.D.	Grade	Weight	Depth	Hole	Cmt Sx	TOC
Surface Csg	8 5/8	H40	32#	288	11	250	0
Prod Csg	5 1/2	J55	15.5#	4,785	7 7/8	200	



Formation	Top
T/SALT	1770
B/SALT	3044
YATES	3075
7 RVS	3388
QUEEN	4021
PENROSE	4213

Received by OCD: 10/27/2022 8:40:34 AM

Walsh & Wa	tts		PROPOSED
Author:	Abby @ BCM		
Well Name	State NMA	Well No.	#1
-	Arkasas	-	
Field/Pool	Junction Qn	API#:	30-025-03971
_	(Gas)		
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Formation

T/SALT

B/SALT YATES

7 RVS QUEEN

PENROSE

Top

1770

3044

3075

3388 4021

4213

8 5/8 32# CSG @ 288 Hole Size: 11 4. Perf & Sqz 80 sx cmt @ 338' to surface (8 5/8" Shoe)
3. Perf & Sqz 50 sx cmt @ 1820-1620'. WOC & Tag (T/Salt) 2. Perf & Sqz 50 sx cmt @ 3125-2925'. WOC & Tag (Yates & B/Salt)
1. Set 5 ½ CIBP @ 4384'. Circ hole w/ MLF Pressure test csg. Spot 25 sx cmt @ 4384-4184'. Perfs @ 4434-4440' 5 1/2 15.5# CSG @ 4,785 Hole Size: 7 7/8

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**

COMMENTS

Action 154222

COMMENTS

Operator:	OGRID:
WALSH & WATTS INC	24558
155 Walsh Drive	Action Number:
Aledo, TX 76008	154222
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

COMMENTS

Created By	Comment	Comment Date
plmartinez	DATA ENTRY PM	11/2/2022

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

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	Action Type:
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CONDITIONS

Created By	Condition	Condition Date
kfortner	See attached COA	11/2/2022