Cervel by NCD: D1/9/2022 2:19:43 PM U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Repor
Well Name: NATANI	Well Location: T21N / R6W / SEC 3 / SENE / 36.081259 / -107.451167	County or Parish/State: SANDOVAL / NM
Well Number: 27	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name:
Lease Number: NMNM17007	Unit or CA Name:	Unit or CA Number:
US Well Number: 300432082100S1	Well Status: Producing Gas Well	Operator: M & M PRODUCTION & OPERATION

Notice of Intent

Sundry ID: 2699951

Type of Submission: Notice of Intent

Date Sundry Submitted: 10/27/2022

Date proposed operation will begin: 08/01/2023

Type of Action: Plug and Abandonment Time Sundry Submitted: 10:00

Procedure Description: See attached. DJR Operating, LLC/ DJR Nominee Corporation is submitting the NOI to Abandon as the Record Title Owner of Lease NMNM17007.

Surface Disturbance

Is any additional surface disturbance proposed?: No

Oral Submission Oral Notification Date: Sep 23, 2022 Oral Notification Time: 12:00 AM Contacted By: Shaw-Marie Ford Contact's Email: sford@djrllc.com Comments: Submitted paper copy because DJR Operating, LLC is not the operator in AFMSS 2. Only the record title owner of the lease.

NOI Attachments

Procedure Description

NMNM17007_Natani_027_3004320821_NOIA_09232022_20221027095838.pdf

eceived by OCD: 11/9/2022 2:19:43 PM Well Name: NATANI

Lease Number: NMNM17007

US Well Number: 300432082100S1

Well Number: 27

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Type of Well: CONVENTIONAL GAS WELL

Unit or CA Name:

Well Status: Producing Gas Well

County or Parish/State: Page 2 of SANDOVAL / NM

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Allottee or Tribe Name:

Unit or CA Number:

Operator: M & M PRODUCTION & OPERATION

Conditions of Approval

Additional

21N06W03HKmv_Natani_027_20221108134800.pdf

Authorized

NMNM17007_NOIA_27_NOIA_APPROVED_KGR_11092022_20221109090536.pdf General_Requirement_PxA_20221109084559.pdf 2699951_NOIA_27_3004320821_KR_11092022_20221109084552.pdf

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK BLM POC Phone: 5055647742 Disposition: Approved Signature: Kenneth Rennick BLM POC Title: Petroleum Engineer BLM POC Email Address: krennick@blm.gov Disposition Date: 11/09/2022

	UNITED STATE PARTMENT OF THE I		5 Lease Serial	FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018				
	EAU OF LAND MAN.		FUS	6. If Indian, All	NMNM17			
Do not use this abandoned well.	re-enter an	25. MT						
	TRIPLICATE - Other instru	uctions on page	<i>2</i>	7. If Unit of CA	/Agreement, Na	ame and/or No.		
1. Type of Well Oil Well Gas W	Vell Dther			8. Well Name a	8. Well Name and No. Natani #027			
2. Name of Operator DJR OPERATIN	NG, LLC			9. API Well No	30-043-2082	1		
3a. Address 1 ROAD 3263	<u></u>	200	íinclude area cod	1962	ool or Explorate	ry Area		
AZTEC, NM 87410 4. Location of Well (Footage, Sec., T., I 1850' FNL x 790' FEL / H-03-21N-			0	11. Country or	Rusty Chacra 11. Country or Parish, State Sandoval County, NM			
12, CHE	CK THE APPROPRIATE B	OX(ES) TO INE	DICATE NATURI	E OF NOTICE, REPORT O	R OTHER DAT	Ϋ́Α		
TYPE OF SUBMISSION			TY	PE OF ACTION				
✓ Notice of Intent	Acidize	Deepo Hydra	en aulic Fracturing	Production (Start/Res	ý II	Vater Shut-Off Vell Integrity		
Subsequent Report	Casing Repair		Construction	Recomplete		Other		
Final Abandonment Notice	Change Plans		and Abandon Back	Temporarily Abandon	1			
completion of the involved operatic completed. Final Abandonment No is ready for final inspection.) This request is being submitter DJR Operating, LLC requests Wellbore Diagram.	tices must be filed only after	all requirements	s, including reclar or to on site insp	nation, have been complete ection as approved by Da	d and the operat ave M. of the E	or has detennined that the site		
Received								
SEP 2 3 2022								
Farmington Field Offic Bureau of Land Manageme	e nt							
14. I hereby certify that the foregoing is Shaw-Marie Ford	s true and correct. Name (Pro	inted/Typed)	Regulator Title	ry Specialist				
Signature Shaw-Marie Ford			Date	0	9/21/2022			
	THE SPACE	FOR FED	ERAL OR ST	ATE OFICE USE				
Approved by Kenneth Rey	mide	- 11. 24		ROLEUM	Date	09 2000		
Conditions of approval, if any, are attac certify that the applicant holds legal or which would entitle the applicant to co	equitable title to those rights	ARMINGTON	FIELD	> '				
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.								

(Instructions on page 2)

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Plug and Abandonment Procedure

for

DJR Operating, LLC Natani #027

API # 30-043-20821

SE/NE, Unit H, Sec. 3, T21N-R6W

Sandoval County, NM

- 1. Hold Pre job meeting, comply with all NMOCD, BLM and environmental regulations.
- 2. MIRU rig.
- 3. Check and record 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. TOOH with 1" tubing. LD tubing to be sent in for storage/salvage.
- 7. PU gauge ring and RIH to 1560'. POOH.
- Plug 1 (Perfs and Chacra top): PU 1-1/4" workstring and TIH to 1648'. Spot balanced plug from 1648-1535'. Pump water to ensure tubing is clear. Pressure up on casing and SI. WOC. Tag TOC.
- 9. Plug 2 (Pictured Cliffs): Spot balanced plug from 1244-1144'. Pump water to ensure that tubing is clear.
- 10. Plug 3 (Fruitland, Kirtland, and Ojo Alamo): Spot balanced plug from 1022-566'. Pump water to ensure that tubing is clear.
- 11. Plug 4 (Surface casing shoe, surface plug): Spot balanced plug from 145' to surface.
- 12. RD cementing equipment. Cut off wellhead, fill any exposed annulus with cement, as necessary. <u>Install surface P&A marker as per BLM/OCD requirements.</u> Record GPS coordinates for P&A marker and the Final P&A Report. Photograph the P&A marker and attach to the report.

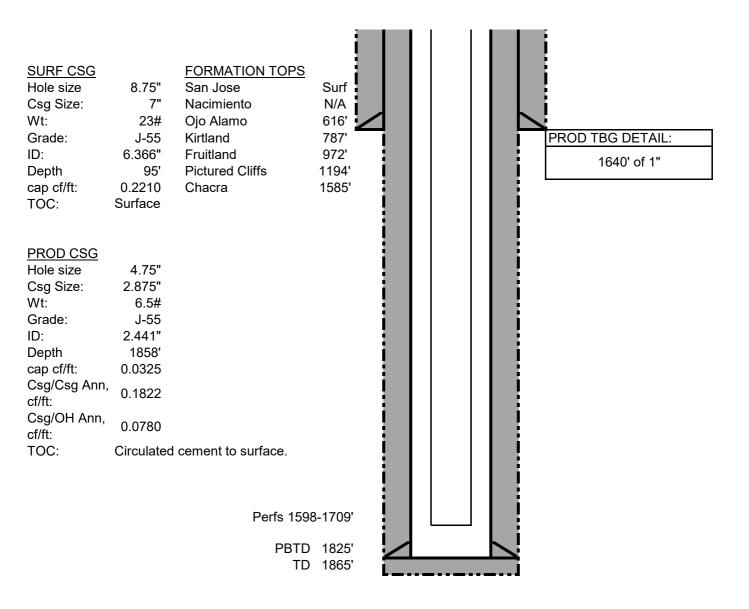
- 13. RD and MO all rig and cement equipment. Assure that location is free of trash before moving off.
- 14. Send all reports and attachments to DJR Aztec office for regulatory filings.

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.

Current Wellbore Diagram DJR Operating, LLC Natani 27

API # 30-043-20821 SE/NE, Unit H, Sec 3, T21N, R6W Sandoval County, NM

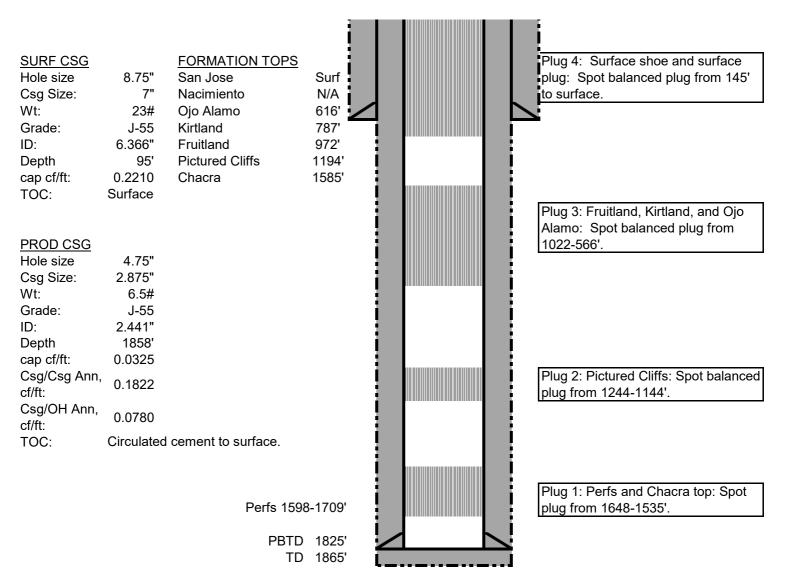
GL 6941' KB 6946' Spud Date 5/6/1988



Proposed Wellbore Diagram DJR Operating, LLC Natani 27

API # 30-043-20821 SE/NE, Unit H, Sec 3, T21N, R6W Sandoval County, NM

GL 6941' KB 6946' Spud Date 5/6/1988



All plugs will include 50' excess inside casing.

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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2699951

Attachment to notice of Intention to Abandon

Well: Natani 27

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 11/9/2022

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.

Page 1

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 <u>date</u> 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 <u>seasonal closure</u> 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.

BLM FLUID MINERALS P&A Geologic Report

Date Completed: 11/08/2022

Well No. Natani #027 (API# 30-043-20821)		Location	1850	FNL	&	790	FEL
Lease No. NMNM17007		Sec. 03	T21N			R06W	
Operator M & M Production & Operation		County	Sandoval		State	New Mexico	
Total Depth 1865'	PBTD 1825'	Formation Chacra					
Elevation (GL)		Elevation (KI	3) 6946'				

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose			Surface	Behind casing	
Nacimiento			Behind casing	616	Surface/freshwater sands
Ojo Alamo Ss			616	787	Aquifer (possible freshwater)
Kirtland Shale			787	972	Possible gas
Fruitland			972	1194	Coal/Gas/Water
Pictured Cliffs Ss			1194	1238	Probable Gas
Lewis Shale			1238	1585	
Chacra			1585	PBTD	Gas
Cliff House Ss					
Menefee					
Point Lookout Ss					
Mancos Shale					
Gallup					
Greenhorn					
Graneros Shale					
Dakota Ss					
Morrison					

Remarks:

P & A

- Note: DJR Operating, LLC is plugging this well as record title owner of the lease.

Reference Well: 1) Formation Tops Same

- Chacra perfs 1598' – 1709'.

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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

District IV 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

Operator:	OGRID:
DJR OPERATING, LLC	371838
1 Road 3263	Action Number:
Aztec, NM 87410	157457
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	11/14/2022
kpickford	Adhere to BLM approved COAs and plugs. See BLM COAs and GEO report.	11/14/2022

Action 157457