eceined by OCP: 5/19/2023 2:45:26 P	State of New Mexico	Form C-103 ¹ of 1
Office <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources	October 13, 2009 WELL API NO.
<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION	30-015-32061 5. Indicate Type of Lease
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.	STATE X FEE
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
SUNDRY NOTIC (DO NOT USE THIS FORM FOR PROPOSA	ES AND REPORTS ON WELLS LLS TO DRILL OR TO DEEPEN OR PLUG BACK TO A TION FOR PERMIT" (FORM C-101) FOR SUCH	7. Lease Name or Unit Agreement Name Esperanza 23 State Com
PROPOSALS.) 1. Type of Well: Oil Well G	8. Well Number	
2. Name of Operator		9. OGRID Number
Mewbourne Oil Company 3. Address of Operator		14744 10. Pool name or Wildcat
PO Box 5270, Hobbs, NM 88241		Burton Flat; Morrow 73280
4. Well Location	2500' feet from the North line and 1700'	feet from the West line
Section 23	Township 21S Range 27E	NMPM Eddy County
	11. Elevation (Show whether DR, RKB, RT, GR, etc.,	, , , , , , , , , , , , , , , , , , , ,
	3239' GL	
PULL OR ALTER CASING DOWNHOLE COMMINGLE OTHER:	CHANGE PLANS COMMENCE DRI MULTIPLE COMPL CASING/CEMEN OTHER: ted operations. (Clearly state all pertinent details, an	T JOB
	k). SEE RULE 19.15.7.14 NMAC. For Multiple Con	
01/18/23 Please see attached P&A pro	ocedure. Schematics attached.	
Please call Logan Craig with any ques	Adhere to NMOCD COAs attached.	APPROVED WITH CONDITIONS
	P&A plan approved for 1yr	APPROV
I hereby certify that the information ab	pove is true and complete to the best of my knowledg	e and belief.
SIGNATURE CICLIC	TITLE_ Hobbs Regulatory	DATE_05/19/2023
Type or print name _Jackie Lathan For State Use Only	E-mail address: jlathan@mewbourn	ne.com PHONE: 575-393-5905
APPROVED BY: Conditions of Approval (if any):	TITLE Petroleum Specialist	DATE 05/24/23

CONDITIONS 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 II at (575)-748-1283 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.

- 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
 - 1) Glorieta
 - J) Yates.
 - K) Cherry Canyon Eddy County
 - L) Potash---(In the R-111-P Area (Page 3 & 4), 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 REQUIRMENTS

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

R-111-P Area

T 18S - R 30E

Sec 10 Unit P. Sec 11 Unit M,N. Sec 13 Unit L,M,N. Sec 14 Unit C -P. Sec 15 Unit A G,H,I,J,K,N,O,P. Sec 22 Unit All except for M. Sec 23, Sec 24 Unit C,D,E,L, Sec 26 Unit A-G, Sec 27 Unit A,B,C

T 19S - R 29E

Sec 11 Unit P. Sec 12 Unit H-P. Sec 13. Sec 14 Unit A,B,F-P. Sec 15 Unit P. Sec 22 Unit A,B,C,F,G,H,I,J K,N,O,P. Sec 23. Sec 24. Sec 25 Unit D. Sec 26 Unit A-F. Sec 27 Unit A,B,C,F,G,H.

T 19S - R 30E

Sec 2 Unit K,L,M,N. Sec 3 Unit I,L,M,N,O,P. Sec 4 Unit C,D,E,F,G,I-P. Sec 5 Unit A,B,C,E-P. Sec 6 Unit I,O,P. Sec 7 – Sec 10. Sec 11 Unit D, G—P. Sec 12 Unit A,B,E-P. Sec 13 Unit A-O. Sec 14-Sec 18. Sec 19 Unit A-L, P. Sec 20 – Sec 23. Sec 24 Unit C,D,E,F,L,M,N. Sec 25 Unit D. Sec 26 Unit A-G, I-P. Sec 27, Sec 28, Sec 29 Unit A,B,C,D,F,G,H,I,J,O,P. Sec 32 Unit A,B,G,H,I,J,N,O,P. Sec 33. Sec 34. Sec 35. Sec 36 Unit D,E,F,I-P.

T 19S - R 31E

Sec 7 Unit C,D,E,F,L. Sec 18 Unit C,D,E,F,G,K,L. Sec 31 Unit M. Sec 34 Unit P. Sec 35 Unit M,N,O. Sec 36 Unit O,P.

T 20S - R 29E

Sec 1 Unit H,I,P. Sec 13 Unit E,L,M,N. Sec 14 Unit B-P. Sec 15 Unit A,H,I,J,N,O,P. Sec 22 Unit A,B,C,F,G,H,I,J,O,P. Sec 23. Sec 24 Unit C,D,E,F,G,J-P. Sec 25 Unit A-O. Sec 26. Sec 27 Unit A,B,G,H,I,J,O,P. Sec 34 Unit A,B,G,H. Sec 35 Unit A-H. Sec 36 Unit B-G.

T 20S - R 30E

Sec 1 – Sec 4. Sec 5 Unit A,B,C,E-P. Sec 6 Unit E,G-P. Sec 7 Unit A-H,I,J,O,P. Sec 8 – 17. Sec 18 Unit A,B,G,H,I,J,O,P. Sec 19 Unit A,B,G,H,I,J,O,P. Sec 30 Unit A-L,N,O,P. Sec 31 Unit A,B,G,H,I,P. Sec 32 – Sec 36.

T 20S - R 31E

Sec 1 Unit A,B,C,E-P. Sec 2. Sec 3 Unit A,B,G,H,I,J,O,P. Sec 6 Unit D,E,F,J-P. Sec 7. Sec 8 Unit E-P. Sec 9 Unit E,F,J-P. Sec 10 Unit A,B,G-P. Sec 11 – Sec 36.

T 21S - R 29E

Sec 1 – Sec 3. Sec 4 Unit L1 – L16,I,J,K,O,P. Sec 5 Unit L1. Sec 10 Unit A,B,H,P. Sec 11 – Sec 14. Sec 15 Unit A,H,I. Sec 23 Unit A,B. Sec 24 Unit A,B,C,D,F,G,H,I,J,O,P. Sec 25 Unit A,O,P. Sec 35 Unit G,H,I,J,K,N,O,P. Sec 36 A,B,C,F – P.

T 21S - R 30E

Sec 1 – Sec 36

T 21S - R 31E

Sec 1 – Sec 36

T 22S - R 28E

Sec 36 Unit A,H,I,P.

T 22S - R 29E

Sec 1. Sec2. Sec 3 Unit I,J,N,O,P. Sec 9 Unit G – P. Sec 10 – Sec 16. Sec 19 Unit H,I,J. Sec 20 – Sec 28. Sec 29 Unit A,B,C,D,G,H,I,J,O,P. Sec 30 Unit A. Section 31 Unit C – P. Sec 32 – Sec 36

T 22S - R 30E

Sec 1 – Sec 36

T 22S - R 31E

Sec 1 – Sec 11. Sec 12 Unit B,C,D,E,F,L. Sec 13 Unit E,F,K,L,M,N. Sec 14 – Sec 23. Sec 24 Unit C,D,E,F,K,L,M,N. Sec 25 Unit A,B,C,D. Sec 26 Unit A,BC,D,G,H. Sec 27 – Sec 34.

T 23S - R 28E

Sec 1 Unit A

T 23S - R 29E

Sec 1 – Sec 5. Sec 6 Unit A – I, N,O,P. Sec 7 Unit A,B,C,G,H,I,P. Sec 8 Unit A – L, N,O,P. Sec 9 – Sec 16. Sec 17 Unit A,B,G,H,I,P. Sec 21 – Sec 23. Sec 24 Unit A – N. Sec 25 Unit D,E,L. Sec 26. Sec 27. Sec 28 Unit A – J, N,O,P. Sec 33 Unit A,B,C. Sec 34 Unit A,B,C,D,F,G,H. Sec 35. Sec 36 Unit B,C,D,E,F,G,K,L.

T 23S - R 30E

Sec 1 – Sec 18. Sec 19 Unit A – I,N,O,P. Sec 20, Sec 21. Sec 22 Unit A – N, P. Sec 23, Sec 24, Sec 25. Sec 26 Unit A,B,F-P. Sec 27 Unit C,D,E,I,N,O,P. Sec 28 Unit A – H, K,L,M,N. Sec 29 Unit A – J, O,P. Sec 30 Unit A,B. Sec 32 A,B. Sec 33 Unit C,D,H,I,O,P. Sec 34, Sec 35, Sec 36.

T 23S - R 31E

Sec 2 Unit D,E,J,O. Sec 3 – Sec 7. Sec 8 Unit A – G, K – N. Sec 9 Unit A,B,C,D. Sec 10 Unit D,P. Sec 11 Unit G,H,I,J,M,N,O,P. Sec 12 Unit E,L,K,M,N. Sec 13 Unit C,D,E,F,G,J,K,L,M,N,O. Sec 14. Sec 15 Unit A,B,E – P. Sec 16 Unit I, K – P. Sec 17 Unit B,C,D,E, I – P. Sec 18 – Sec 23. Sec 24 Unit B – G, K,L,M,N. Sec 25 Unit B – G, J,K,L. Sec 26 – Sec 34. Sec 35 Unit C,D,E.

T 24S – R 29E

Sec 2 Unit A, B, C, D. Sec 3 Unit A

T 24S - R 30E

Sec 1 Unit A – H, J – N. Sec 2, Sec 3. Sec 4 Unit A,B,F – K, M,N,O,P. Sec 9 Unit A – L. Sec 10 Unit A – L, O,P. Sec 11. Sec 12 Unit D,E,L. Sec 14 Unit B – G. Sec 15 Unit A,B,G,H.

T 24S - R 31E

Sec 3 Unit B – G, J – O. Sec 4. Sec 5 Unit A – L, P. Sec 6 Unit A – L. Sec 9 Unit A – J, O,P. Sec 10 Unit B – G, K – N. Sec 35 Unit E – P. Sec 36 Unit E,K,L,M,N.

T 25S - R 31E

Sec 1 Unit C,D,E,F. Sec 2 Unit A – H.

Merchousine Oil Company

COMPLETION PROCEDURE

Submitted By: L. Craig

Wellname: Esperanza 23 State Com #1 Location: 2500' FNL & 1500' FWL Sec 23, T21S, R27E Eddy Co, NM **Date:** 5/18/23 Csg Set: 11934' **Surf Csg:** 13 %" 54.5# J55 set @ 400' 5 ½" 17# S95, HCP110, & N80 Inter #1: 8 %" 32# J55 set @ 2605' Csg Size: LT&C Morrow **Perfs:** 11490' – 11508' **Tbg:** 2 1/8" 6.5# N80 : <u>11660' – 11666</u> Tbg set @: 11600' 11784'-11794' **Pkr** 11581.58'

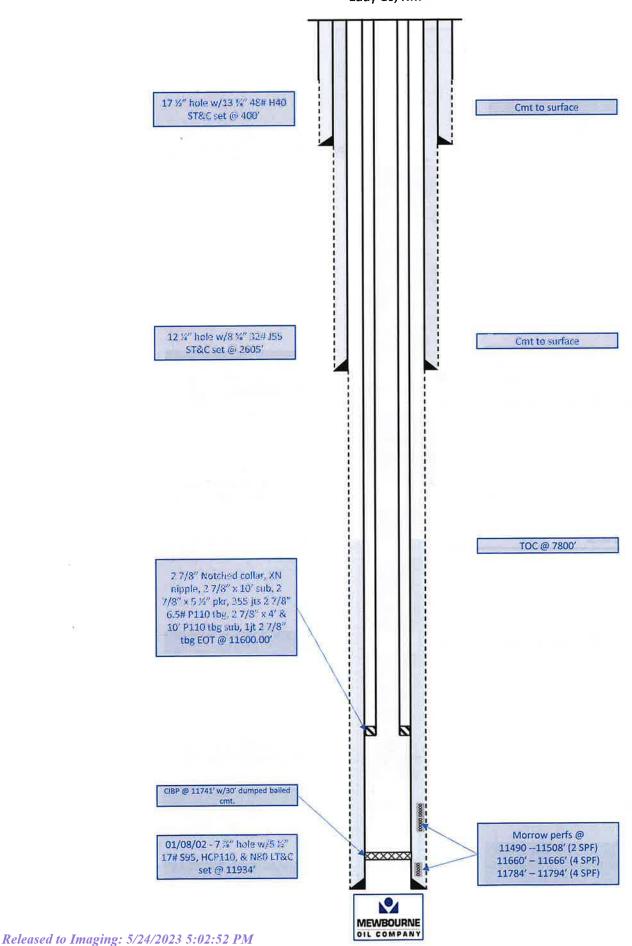
Well is uneconomic & is ready to be plugged & abandoned.

Procedure:

- 1) MIRU turnkey plugging crew.
- 2) ND tree, NU BOP.
- 3) Release pkr & POOH w/tbg.
- RIH w/5 ½" CIBP & set @ 11415'. Top Morrow perf @ 11490', top Morrow @ 11363'.
- 5) Circulate 265 bbls 9.0# MLF spacer & spot 25 sks Class H neat cmt (205' ±) on top of CIBP.
- 6) WOC 4 hrs. Tag plug @ 11313' or higher.
- 7) LD pipe to 9179' (top Wolfcamp @ 9129').
- 8) Spot 25 sks Class H neat cmt (205' ±).
- 9) WOC 4 hrs & tag plug @ 9079' or higher.
- 10)LD pipe to 7850' (TOC @ 7800').
- 11)Spot 25 sks Class H neat cmt (205' ±).
- 12)WOC 4 hrs & tag plug @ 7750' or higher.
- 13)POOH w/tbg.
- 14)RIH w/wireline & perforate 5 $\frac{1}{2}$ " csg @ 5427' (top BSPG @ 5377'). Circ MLF out 5 $\frac{1}{2}$ " annulus to surface.
- 15)RIH w/tbg & pkr to 5100'. Set pkr & set balanced plug squeezed through the perfs w/55 sks Class C neat cmt (250' ±).
- 16)WOC 4 hrs & tag plug @ 5327' or higher.
- 17)POOH w/tbg.
- 18)RIH w/wireline & perforate 5 ½" csg @ 3060' (top Delaware @ 3010').
- 19)RIH w/tbg & pkr to 2700'. Set pkr & set balanced plug squeezed through the perfs w/55 sks Class C neat cmt (250' ±).
- 20)WOC 4 hrs & tag plug @ 2960' or higher.
- 21)POOH w/tbg.
- 22)RIH w/wireline & perforate 5 1/2" csg @ 2655' (8 5/8" shoe @ 2605').
- 23)Load well, shut in backside & test 8 %" shoe to 500# to make sure it holds.
- 24)RIH w/tbg & pkr to 2400'. Set pkr & set balanced plug squeezed through the perfs w/45 sks Class C neat cmt (150' ±).
- 25)WOC 4 hrs & tag plug @ 2555' or above.
- 26)POOH w/tbg.
- 27)RIH w/wireline & perforate 5 1/2" csg @ 450' (13 3/8" shoe @ 400').
- 28) Circulate cmt to surface (approximately 105 sks required).
- 29)WOC & confirm that wellbore remains full.
- 30) Cut off WH & install dry hole marker. Cut off anchors & clean location.

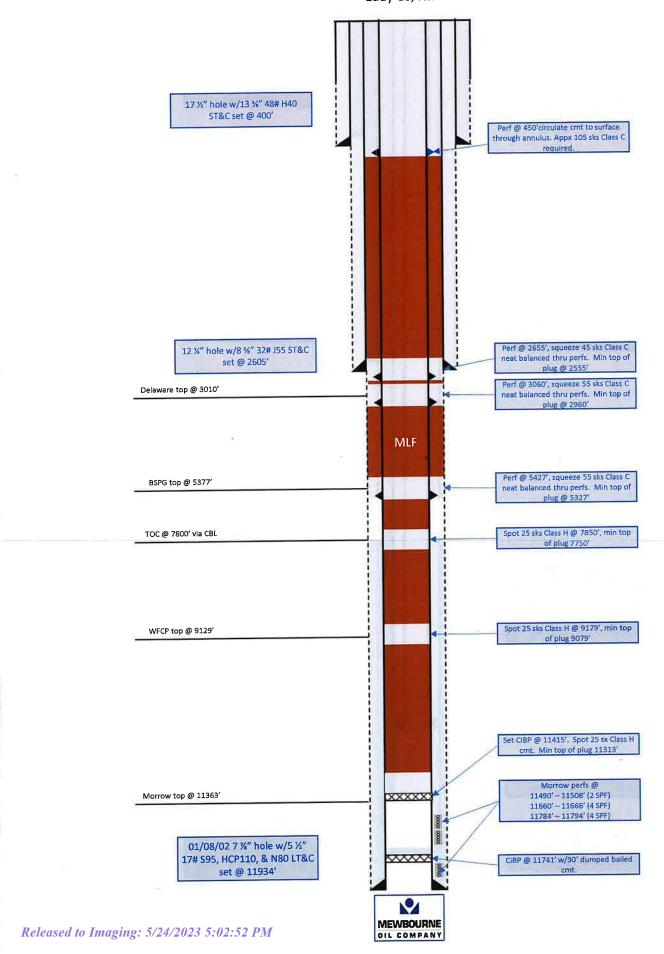
Esperanza 23 State Com #1 WBS

2500' FNL & 1500' FWL, Sec. 23 - T21S - R27E Eddy Co, NM



Esperanza 23 State Com #1 WBS

2500' FNL & 1500' FWL, Sec. 23 - T21S - R27E Eddy Co, NM



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 218656

CONDITIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	218656
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By		Condition Date
john.harrison	Approved w/ conditions. Adhere to NMOCD COAs attached.	5/24/2023