Cerved by NCD: 2/23/2024 2:45:26 PM U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Report 02/23/2024		
Well Name: JICARILLA 98	Well Location: T26N / R3W / SEC 19 / SWNW / 36.4749738 / -107.1911921	County or Parish/State: RIO ARRIBA / NM		
Well Number: 8	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name: JICARILLA APACHE		
Lease Number: JIC98	Unit or CA Name:	Unit or CA Number:		
US Well Number: 300392016200S1	Well Status: Producing Gas Well	Operator: SOUTHLAND ROYALTY COMPANY		

Notice of Intent

Sundry ID: 2775900

Type of Submission: Notice of Intent

Date Sundry Submitted: 02/20/2024

Date proposed operation will begin: 09/01/2024

Type of Action: Plug and Abandonment Time Sundry Submitted: 12:42

Procedure Description: MorningStar Operating requests approval of the attached P&A procedure for the Jicarilla 98 #8.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Jicarilla_98_8_WBD_Proposed_PA_02_13_2024_20240220124112.pdf Jicarilla_98_8_WBD_Current_Est_02_12_2024_20240220124055.pdf Jicarilla_98_8_Proposed_PA_Procedure_20240220124043.pdf

County or Parish/State: Rice 2 of eived by OCD: 2/23/2024 2:45:26 PM Well Name: JICARILLA 98 Well Location: T26N / R3W / SEC 19 / SWNW / 36.4749738 / -107.1911921 ARRIBA / NM Well Number: 8 Type of Well: CONVENTIONAL GAS Allottee or Tribe Name: WELL JICARILLA APACHE Unit or CA Name: Lease Number: JIC98 Unit or CA Number: US Well Number: 300392016200S1 Well Status: Producing Gas Well **Operator: SOUTHLAND** ROYALTY COMPANY **Conditions of Approval** Additional 26N03W19_Jicarilla_98_8_Geo_KR_20240223093331.pdf 2775900_NOIA_8_3003920162_KR_02232024_20240223093235.pdf General_Requirement_PxA_20240223092942.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: CONNIE BLAYLOCK

Name: SOUTHLAND ROYALTY COMPANY

Title: Regulatory Technician

Street Address: 400 W 7th St.

City: Forth Worth

State: TX

State:

Phone: (817) 334-7882

Email address: CBLAYLOCK@MSPARTNERS.COM

Field

Representative Name: Amy Byars

Street Address:

Phone:

City:

Email address: abyars@txopartners.com

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK

BLM POC Phone: 5055647742

Disposition: Approved

Signature: Kenneth Rennick

Signed on: FEB 20, 2024 12:41 PM

BLM POC Title: Petroleum Engineer

Zip:

BLM POC Email Address: krennick@blm.gov

Disposition Date: 02/23/2024

Proposed P&A Procedure

Jicarilla 98-8 - 3003920162

Notify Farmington BLM Office at least 24hrs in advance to plugging operations 505 564-7750

- 1. MIRU P&A services and ancillary equipment.
- 2. POOH LD 1.25" tubing. MI 1.5" MT or similar workstring.
- 3. RIH bit on workstring to 3700' to ensure clearance for CIBP. POOH LD bit.
- 4. RU Wireline. RIH Set CIBP @ 3670'.
- 5. Run CBL from ~3600' to surface. Send CBL to BLM/NMOCD and MSO Engineering/Mgmt.
 - a. Revise remaining plugging plan with BLM/NMOCD approval if needed.
- 6. Plug 1 (PC Perfs/Fruitland/Kirtland/Ojo Alamo)
 - a. TIH workstring spot **18sx** cement on top of CIBP.
 - b. From 3670'-3259'
- 7. Circulate hole with BLM/OCD approved P&A fluid.
- 8. Plug 2 (Nacimiento)
 - a. Pump balanced plug **7sx** cement.
 - i. From 1445'-1295'
- 9. Plug 3 (surface shoe circulation attempt)
 - a. Perforate 290'.
 - b. Attempt to establish circulation...
 - i. if none, spot plug to surface in 3.5" estimated **13sx** needed.
 - ii. If established, estimated 61sx required to fill annulus (including 100% excess in pipe/formation section) and inside 3.5" with excess as required.
 - c. Ensure cement at surface on all strings of casing, top off as needed.
- 10. Cut off wellhead below surface casing flange.
- 11. Install P&A Marker.

Estimated 38 sx to 86 sx cement needed in total.

Please make sure all excess volumes are as follows:

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.

4.4 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.

Received by OCD: 2/23/2024 2:45:26 PM Page 5 of 11 Prepared by: BBerry MorningStar Date: 02/13/2024 KB = 7.043 ftOperating, LLC GL = 7,030 ft API# 30-039-20162 **Jicarilla 98-8** Spud Date: 01/04/1969 **Rio Arriba County, NM** Ready to Produce: 04/29/1969 Nacimiento (est): 1395' TD - 3800'; PBTD - 3750' Ojo Alamo (est): 3309' Kirtland (est): 3426' 9" hole to 250' Fruitland (est): 3499' Sfc Csg: 7" 23# Pictured Cliffs (est): 3699' Setting Depth: 240' Cement 75 sx 'regular' cement TOC Est Surface (37 sx needed @ 1.15 yield) 6 1/8" hole to 3800' Prod Csg: 3-1/2" 9.3# Setting Depth: 3795' Cement Prod Tbg 04/14/1969: 50 sx 'regular' cement 1.25" Tbg TOC TBD from CBL EOT=3738' No other information available - no historic WO's found Perforations PC 3720'-3738' - 1 spf Frac 35kgal gelled water 35klbs 20/40 sand

Received by OCD: 2/23/2024 2:45:26 PM		Page 6 of 11
MorningStar		Prepared by: BBerry Date: 02/13/2024
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Perforations PC 3720'-3738' – 1 spf Frac 35kgal gelled water 35klbs 20/40 sand		g 1 (PC Perfs/Fruitland/Kirltand/Ojo amo) – CIBP Set @ 3670' with 18 sx cmt on top (TOC ~3259')

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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), through the Automated Fluid Minerals Support System (AFMSS) 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 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.

BLM FLUID MINERALS P&A Geologic Report

Date Completed: 02/23/2024

Well No. Jicarilla 98 8 (US Well 1	No. 30-039-20162)	Location	PB 47				
Lease No. JIC98			T26N			R03W	
Operator Morningstar Operating LLC		County	Rio Arriba		State	New Mexico	
Total Depth 3800' (TD)	3750' (PB)	Formation	Pictured	Cliffs			
Elevation (GL) 7030'							

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					Surface/freshwater sands
Nacimiento Fm	1395				Possible freshwater sands
Ojo Alamo Ss	3309				Aquifer (possible freshwater)
Kirtland Shale	3426				
Fruitland Fm	3499				Coal/Gas/Possible water
Pictured Cliffs Ss	3699				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:

Limited raster logs. Reference wells supports the formation tops estimated by the operator.

Reference Wells: Apache #1E US Well No. 30-039-22689 T 26N, R 3W Rio Arriba County, NM

Apache #4 US Well No. 30-039-20243 T 26N, R 3W Rio Arriba County, NM

Prepared by: Kenneth Rennick

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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2775900

Attachment to notice of Intention to Abandon

Well: Jicarilla 98 8

CONDITIONS OF APPROVAL

- 1. Plugging work must be completed by December 31, 2024.
- 2. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 3. 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 02/23/2024

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:
MorningStar Operating LLC	330132
400 W 7th St	Action Number:
Fort Worth, TX 76102	317101
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date				
mkuehling	approve for record only	2/28/2024				

CONDITIONS

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Action 317101