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

Sundry Print Report

07/10/2025

Well Name: CANYON LARGO UNIT

Well Location: T24N / R6W / SEC 11 / NENW / 36.332169 / -107.439911

County or Parish/State: RIO ARRIBA / NM

Well Number: 304

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMSF078877

Unit or CA Name: CANYON LARGO UNIT--GLLP/MNCS

Unit or CA Number: NMNM78383C

US Well Number: 3003922687

Operator: HILCORP ENERGY COMPANY

Notice of Intent

Sundry ID: 2861683

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 07/07/2025

Time Sundry Submitted: 10:14

Date proposed operation will begin: 08/01/2025

Procedure Description: Hilcorp Energy Company requests permission to P&A the subject well per the attached procedure, current and proposed wellbore schematics. The Pre-Disturbance Site Visit was held on 06/26/2025 with Roger Herrera / BLM, Daniel Sloan (ENT) and Bryan Hall (HEC). The Re-Vegetation Plan is attached. A closed loop system will be used.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

2025_07_07_CANYON_LARGO_UN_304_P_A_NOI_20250707101327.pdf

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Operator: HILCORP ENERGY COMPANY

Conditions of Approval

Additional

2861683_NOI_PnA_Canyon_Largo_Unit_304_3003922687_MHK_07.10.2025_20250710075423.pdf

General_Requirement_PxA_20250710075203.pdf

Canyon_Largo_Unit_304_Geo_Rpt_20250709153556.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: TAMMY JONES

Signed on: JUL 07, 2025 10:13 AM

Name: HILCORP ENERGY COMPANY

Title: Regulatory Compliance Specialist

Street Address: 382 ROAD 3100

City: AZTEC **State:** NM

Phone: (505) 324-5185

Email address: TAJONES@HILCORP.COM

Field

Representative Name:

Street Address:

City: **State:** **Zip:**

Phone:

Email address:

BLM Point of Contact

BLM POC Name: MATTHEW H KADE

BLM POC Title: Petroleum Engineer

BLM POC Phone: 5055647736

BLM POC Email Address: MKADE@BLM.GOV

Disposition: Approved

Disposition Date: 07/10/2025

Signature: Matthew Kade

HILCORP ENERGY COMPANY
CANYON LARGO UNIT 304
P&A NOI

API #:	3003922687

JOB PROCEDURES

1. Contact NMOCD and BLM (where applicable) 24 hours prior to MIRU.
2. Hold pre-job safety meeting. Verify cathodic is off. Comply with all NMOCD, BLM, and HEC safety and environmental regulations.
3. MIRU service rig and associated equipment; NU and test BOP.
4. Set a **4-1/2"** CIBP or CICR at **+/- 5,360'** to isolate the **GAL Perfs**.
5. Load the well as needed. Pressure test the casing above the plug to **560 psig**.
6. RU Wireline. Run CBL. Record Top of Cement. All subsequent plugs below are subject to change pending CBL results.
7. PU & TIH w/ work string to **+/- 5,360'**.
8. **PLUG #1: 8sx of Class G Cement (15.8 PPG, 1.15 yield); GAL Perfs @ 5,380' | GAL Top @ 5,370':**
   Pump an 8 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 5,260'** & est. **BOC @ +/- 5,360'**). *Note cement plug lengths & volumes account for excess.
9. POOH w/ work string to **+/- 4,560'**.
10. **PLUG #2: 13sx of Class G Cement (15.8 PPG, 1.15 yield); DV Tool #1 Top @ 4,510' | MCS Top @ 4,495':**
    Pump a 13 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 4,395'** & est. **BOC @ +/- 4,560'**). *Note cement plug lengths & volumes account for excess.
11. POOH w/ work string to **+/- 3,680'**.
12. **PLUG #3: 12sx of Class G Cement (15.8 PPG, 1.15 yield); MV Top @ 3,630':**
    Pump a 12 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 3,530'** & est. **BOC @ +/- 3,680'**). *Note cement plug lengths & volumes account for excess.
13. POOH w/ work string to **+/- 2,980'**.
14. **PLUG #4: 12sx of Class G Cement (15.8 PPG, 1.15 yield); CHC Top @ 2,930':**
    Pump a 12 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 2,830'** & est. **BOC @ +/- 2,980'**). *Note cement plug lengths & volumes account for excess.
15. POOH w/ work string to **+/- 2,175'**.
16. **PLUG #5: 12sx of Class G Cement (15.8 PPG, 1.15 yield); PC Top @ 2,125':**
    Pump a 12 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 2,025'** & est. **BOC @ +/- 2,175'**).*Note cement plug lengths & volumes account for excess.
17. POOH w/ work string to **+/- 1,840'**.
18. **PLUG #6: 34sx of Class G Cement (15.8 PPG, 1.15 yield); FRD Top @ 1,790' | KRD Top @ 1,698' | OJO Top @ 1,505':**
    Pump a 34 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 1,405'** & est. **BOC @ +/- 1,840'**). *Note cement plug lengths & volumes account for excess.
19. TOOH w/ work string. TIH & perforate squeeze holes @ **+/- 253'**. Establish circulation.
20. **PLUG #7: 74sx of Class G Cement (15.8 PPG, 1.15 yield); Surf. Casing Shoe @ 203':**
    Pump 10sx of cement in the 4-1/2" casing X 7-7/8" open hole annulus (est. **TOC @ +/- 203'** & est. **BOC @ +/- 253'**). Continue pumping 44sx of cement in the 4-1/2" casing X 8-5/8" casing annulus (est. **TOC @ +/- 0'** & est. **BOC @ +/- 203'**). Pump a 20 sack balanced cement plug inside the 4-1/2" casing (est. **TOC @ +/- 0'** & est. **BOC @ +/- 253'**). *Note cement plug lengths and volumes account for excess.
21. ND BOP, cut off Wellhead. Top off cement in surface casing annulus, if needed. Install a P&A marker with cement to comply with regulations. Rig down, move off location, cut off anchors, and restore location.

Hilcorp

HILCORP ENERGY COMPANY
CANYON LARGO UNIT 304
P&A NOI

CANYON LARGO UNIT 304 - CURRENT WELLBORE SCHEMATIC

Hilcorp Energy Company

P&A WBD - Current Schematic

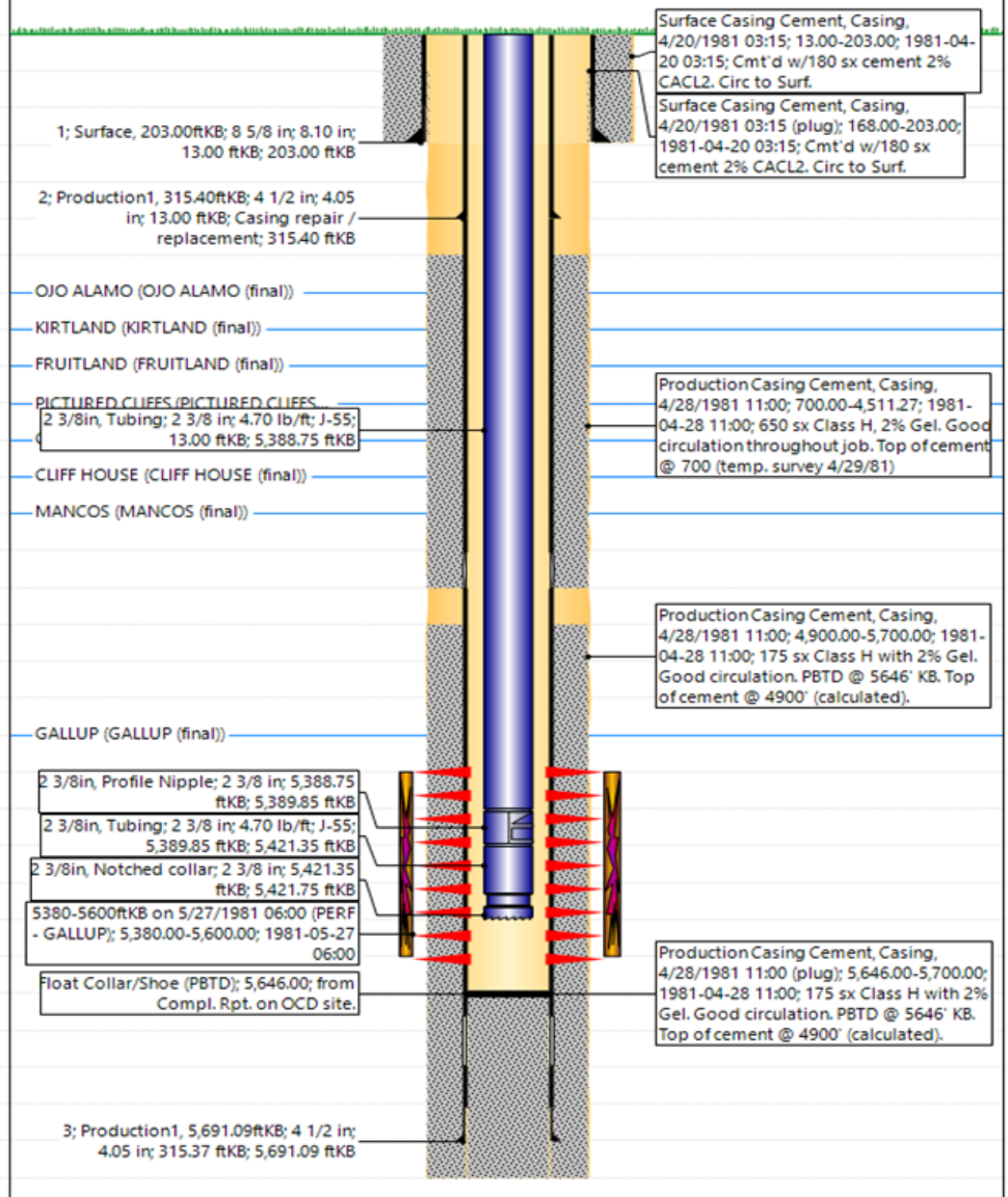
Well Name: CANYON LARGO UNIT #304

API / UWI	Surface Legal Location	Field Name	Route	State/Province	Well Configuration Type
3003922687	C-11-24N-6W		1409	NEW MEXICO	Vertical
Ground Elevation (ft)	**Original KB/RT Elevation (ft)**	**Tubing Hanger Elevation (ft)**	**RKB to GL (ft)**	**KB-Casing Flange Distance (ft)**	**KB-Tubing Hanger Distance (ft)**
6,415.00	6,428.00		13.00		

Original Hole, CANYON LARGO UNIT #304 [Vertical]

MD (ftKB)	Formation Tops	MD
13.1		
168.0		
202.1		
203.1		
253.0		
315.3		
700.1		
1,504.9	OJO ALAMO	1505
1,698.2	KIRTLAND	1698
1,790.0	FRUITLAND	1790
2,125.0	PICTURED...	2125
2,930.1	CHACRA	2930
3,629.9	CLIFF HOUSE	3630
4,495.1	MANCOS	4495
4,509.5		
4,511.2		
4,899.9		
5,359.9		
5,361.9		
5,370.1	GALLUP	5370
5,379.9		
5,388.8		
5,389.8		
5,421.3		
5,421.6		
5,600.1		
5,646.0		
5,646.3		
5,648.0		
5,690.0		
5,690.9		
5,700.1		

Vertical schematic (actual)



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CANYON LARGO UNIT 304 - PROPOSED WELLBORE SCHEMATIC

Hilcorp Energy Company

P&A WBD - Proposed Schematic

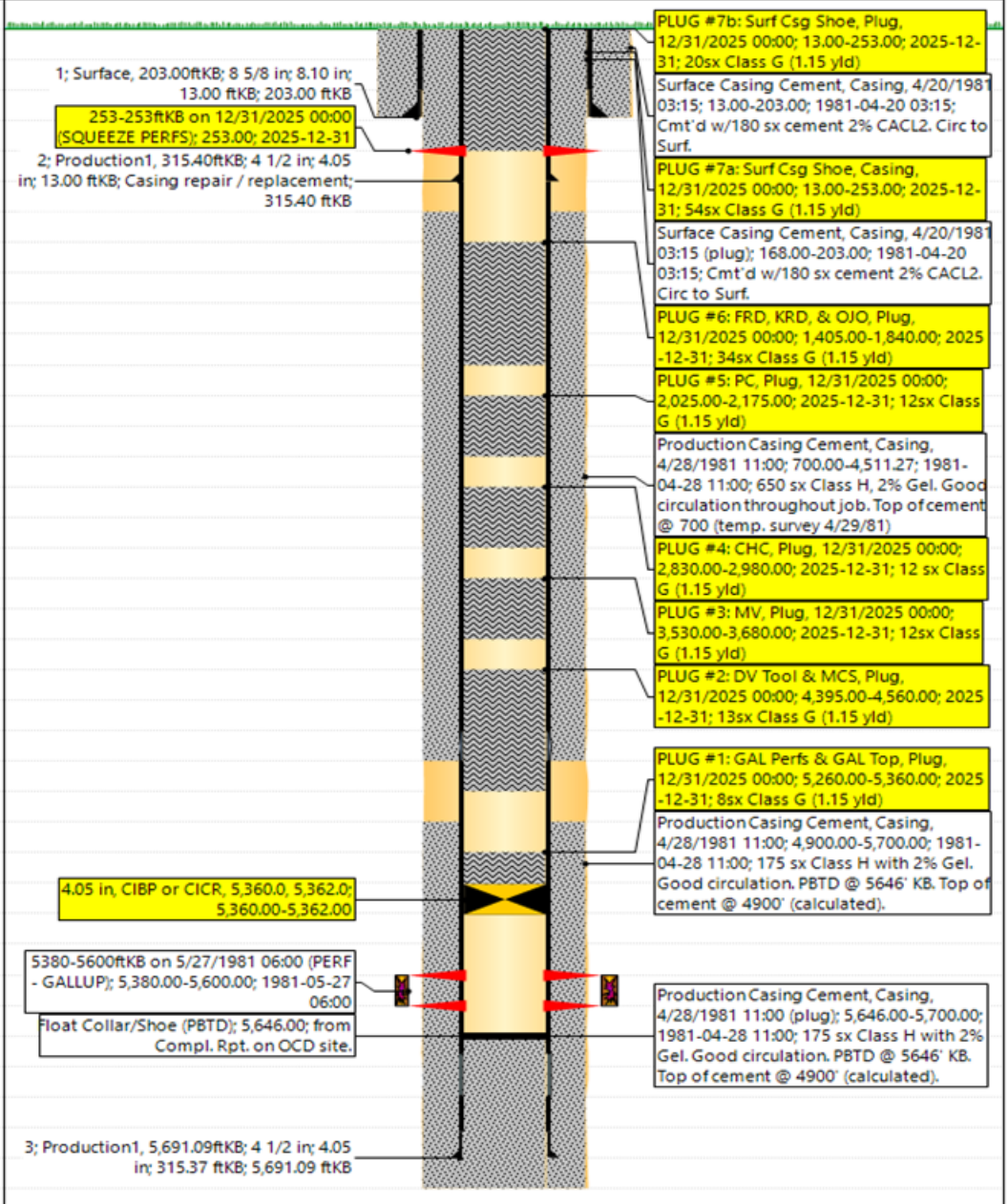
Well Name: CANYON LARGO UNIT #304

API / UWI	Surface Legal Location	Field Name	Route	State/Province	Well Configuration Type
3003922687	C-11-24N-6W		1409	NEW MEXICO	Vertical
Ground Elevation (ft)	**Original KB/RT Elevation (ft)**	**Tubing Hanger Elevation (ft)**	**RKB to GL (ft)**	**KB-Casing Flange Distance (ft)**	**KB-Tubing Hanger Distance (ft)**
6,415.00	6,428.00		13.00		

Original Hole, CANYON LARGO UNIT #304 [Vertical]

MD (ftKB)	Formation Tops	MD
1,504.9	OJO ALAMO	1505
1,698.2	KIRTLAND	1698
1,790.0	FRUITLAND	1790
2,125.0	PICTURED C...	2125
2,930.1	CHACRA	2930
3,629.9	CLIFF HOUSE	3630
4,495.1	MANCOS	4495
5,370.1	GALLUP	5370

Vertical schematic (proposed)



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Hilcorp Energy
P&A Final Reclamation Plan
Canyon Largo Unit 304
API: 30-039-22687
T24N-R6W-Sec. 11-Unit C
LAT: 36.33216 LONG: -107.43991 NAD 27
790' FNL & 1850' FWL
Rio Arriba County, NM

1. PRE- RECLAMATION SITE INSPECTION

   A pre-reclamation site inspection was completed with Roger Herrera (BLM), Daniel Sloan (Enterprise), and Bryan Hall Hilcorp Energy SJ South Construction Foreman on June 26, 2025.

2. LOCATION RECLAMATION PROCEDURE

   1. Removal of all equipment, separator, meter run, anchors, flowlines, fence, BGT, and tank.
   2. All trash and debris will be removed within a 50’ buffer outside of the location disturbance during reclamation.
   3. Blend berms around location back into location.
   4. Rip and seed bare ground.
   5. Enterprise to remove pipeline 50’ off location.

3. ACCESS ROAD RECLAMATION PROCEDURE

   1. Build berm to close access road.
   2. Rip and seed road.

4. SEEDING PROCEDURE

   1. Sagebrush/grassland seed mix will be used for all reclaimed and disturbed areas of the well pad and lease road.
   2. Drill seed will be done where applicable, and all other disturbed areas will be broadcast seeded and harrowed. Broadcast seeding will be applied at a double the rate of seed.
   3. The time of the seeding will be when the ground is not frozen or saturated.

5. WEED MANAGEMENT

   1. No noxious weeds were identified during this onsite.


36.33216 , -107.43991
Google Earth
Image © 2025 Airbus
N

Tammy Jones

From: Tammy Jones
Sent: Wednesday, June 4, 2025 12:08 PM
To: Kuehling, Monica, EMNRD
Cc: Farmington Regulatory Techs; Matthew Esz
Subject: RE: [EXTERNAL] Canyon Largo Unit #304 30-039-22687

Hi Monica – The Gas Analysis **ActionID: 470724** & WBD **470719** have been submitted to NMOCD.

From: Kuehling, Monica, EMNRD <monica.kuehling@emnrd.nm.gov>
Sent: Monday, June 2, 2025 4:02 PM
To: Tammy Jones <tajones@hilcorp.com>
Subject: RE: [EXTERNAL] Canyon Largo Unit #304 30-039-22687

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

Thank you

From: Tammy Jones <tajones@hilcorp.com>
Sent: Monday, June 2, 2025 3:15 PM
To: Kuehling, Monica, EMNRD <monica.kuehling@emnrd.nm.gov>; Farmington Regulatory Techs <FarmingtonRegulatoryTechs@hilcorp.com>
Cc: Heslop, Jason, EMNRD <Jason.Heslop@emnrd.nm.gov>
Subject: RE: [EXTERNAL] Canyon Largo Unit #304 30-039-22687

Hi Monica – I've sent this to HEC engineering team.

From: Kuehling, Monica, EMNRD <monica.kuehling@emnrd.nm.gov>
Sent: Monday, June 2, 2025 2:35 PM
To: Farmington Regulatory Techs <FarmingtonRegulatoryTechs@hilcorp.com>
Cc: Heslop, Jason, EMNRD <Jason.Heslop@emnrd.nm.gov>
Subject: [EXTERNAL] Canyon Largo Unit #304 30-039-22687

CAUTION: External sender. DO NOT open links or attachments from UNKNOWN senders.

Hello

A bradenhead test was witnessed by Inspector Jason Heslop on May 29, 2025.

The bradenhead showed 82 psi with a constant flow for full 30-minute test. Production casing continuously dropped while bradenhead was open. 5-minute shut in was 35. Direct communication was observed.

Please submit gas analysis all strings.

Test in 2019 showed 0 on bradenhead – I am showing no other test since 2016 in the well file. However, there is a gas analysis from 2022 that shows similar gas on bradenhead and production casing.

To comply with Rule 19.15.16.11, prevent waste and protect fresh water, Hilcorp Energy Company is directed to fix or plug within 90 days of the date of this email.

If you have any questions, please let me know.

Thank you

Monica Kuehling
Compliance Officer Supervisor
Deputy Oil and Gas Inspector
New Mexico Oil Conservation Division
North District
Cell Phone: 505-320-0243
Email - monica.kuehling@emnrd.nm.gov

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 minimum general 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.**

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 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) and 43 CFR 3172.12(a)(10). 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 - FFO - Geologic Report

Date Completed 7/9/2025

Well No.	Canyon Largo Unit No 304			Surf. Loc.	790	FNL	1850 FWL
Lease No.	NMSF078877				Sec	11	T24N R6W
Agrmt No.	NMNM78383C						
US Well No.	3003922687						
Operator	Hilcorp Energy Company			County	Rio Arriba		State New Mexico
TVD	5700	PBTD	5646	Formation	Devils Fork Gallup		
Elevation	GL	6415		Elevation	Est. KB	6428	

Geologic Formations	Est. tops	Subsea Elev.	Remarks
Nacimiento Fm.	Surface		Surface /fresh water sands
Ojo Alamo Ss	1505	4923	Fresh water aquifer
Kirtland Fm.	1698	4730	
Fruitland Fm.	1790	4638	Coal/gas/possible water
Pictured Cliffs	2125	4303	Possible gas/water
Lewis Shale	2190	4238	Source rock
Huerfanito Bentonite	2458	3970	Reference bed
Chacra (Lower)	2930	3498	Possible gas/water
Lewis Shale Stringer	3060	3368	
Cliff House Ss	3630	2798	Possible gas/water
Menefee Fm.	3740	2688	Coal/water/possible gas
Point Lookout Fm.	4290	2138	Possible gas/water
Mancos Shale	4495	1933	Source rock
DV Tool	4510	1918	
Gallup	5370	1058	Oil & gas

Remarks:

-Vertical wellbore, all formation depths are TVD from KB at the wellhead.

Reference Wells:

Hilcorp Energy Company
Same

Prepared by: Walter Gage

United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Farmington District Office
6251 College Boulevard, Suite A
Farmington, New Mexico 87402
http://www.blm.gov/nm

CONDITIONS OF APPROVAL

July 10, 2025

Notice of Intent - Plug and Abandonment

Operator: Hilcorp Energy Company
Lease: NMSF078877
Agreement: NMNM78383C
Well(s): Canyon Largo Unit 304, API # 30-039-22687
Location: NENW Sec 11 T24N R6W (Rio Arriba County, NM)
Sundry Notice ID#: 2861683

The Notice of Intent to Plug and Abandon is accepted with the following Conditions of Approval (COA):

1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."

2. **Notification:** Farmington Field Office is to be notified at least 24 hours before the plugging operations commence at (505) 564-7750.

3. Additional changes to procedure, before or during plugging, should be sent through email to Kenneth Rennick (krennick@blm.gov) and Matthew Kade (mkade@blm.gov) for approval. Verbal approvals may be given and must be followed up with an email documenting the requested changes.

4. If a CBL is run, send a copy to Kenneth Rennick (krennick@blm.gov) and Matthew Kade (mkade@blm.gov)

5. **Deadline of Completion of Operations:** Complete the plugging operation before July 10, 2026. If unable to meet the deadline, notify the Bureau of Land Management's Farmington Field Office prior to the deadline via Sundry Notice (Form 3160-5) Notice of Intent detailing the reason for the delay and the date the well is to be plugged.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements. Any estimated minimum sacks provided in procedure modification include necessary excesses.

Office Hours: 7:45 a.m. to 4:30 p.m.

Matthew Kade (mkade@blm.gov/505-564-7736) / Kenny Rennick (krennick@blm.gov/505-564-7742)

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
Standard Plugging Conditions

This document provides OCD's general plugging conditions of approval. It should be noted that the list below may not cover special plugging programs in unique and unusual cases, and OCD expressly reserves the right to impose additional requirements to the extent dictated by project conditions. The OCD also reserves the right to approve deviations from the below conditions if field conditions warrant a change. A C-103F NOI to P&A must be approved prior to plugging operations. Failure to comply with the conditions attached to a plugging approval may result in a violation of 19.15.5.11 NMAC, which may result in enforcement actions, including but not limited to penalties and a requirement that the well be re-plugged as necessary.

1. Notify OCD office at least 24 hours before beginning work and seek prior approval to implementing any changes to the C-103 NOI to PA.
    - North Contact, Monica Kuehling, 505-320-0243, monica.kuehling@emnrd.nm.gov
    - South Contact, Gilbert Cordero, 575-626-0830, gilbert.cordero@emnrd.nm.gov

2. A Cement Bond Log is required to ensure strata isolation of producing formations, protection of water and correlative rights. A CBL must be run or be on file that can be used to properly evaluate the cement behind the casing.

    Note: Logs must be submitted to OCD via OCD permitting. A copy of the log may be emailed to OCD inspector for faster review times, but emailing does not relieve the operators obligation to submit through OCD permitting.

3. Once Plugging operations have commenced, the rig must not rig down until the well is fully plugged without OCD approval. If gap in plugging operations exceeds 30 days, the Operator must file a subsequent sundry of work performed and revised NOI for approval on work remaining. At no time shall the rig be removed from location if it will result in waste or contamination of fresh water.

4. Insure all bradenheads have been exposed, identified and valves are operational prior to rig up.

5. Fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
    - North, water or mud laden fluids
    - South, mud laden fluids

6. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to an OCD permitted disposal facility.

7. Class of cement shall be used in accordance with the below table for depth allowed.

Class	TVD Lower Limit (feet)
Class A/B	6,000
Class I/II	6,000
Class C or III	6,000
Class G and H	8,000
Class D	10,000
Class E	14,000
Class F	16,000

8. After cutting the well head any "top off cement jobs" must remain static for 30 minutes. Any gas bubbles or flow during this 30 minutes shall be reported to the OCD for approval of next steps.

9. Trucking companies being used to haul oilfield waste fluids (Commercial or Private) to a disposal facility shall have an approved OCD 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 and 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 OCD Compliance Officer.

10. Filing a [C-103] Sub. Plugging (C-103P) will serve as notification that the well has been plugged.

11. A [C-103] Sub. Release After P&A (C-103Q) shall be filed no later than a year after plugging and a site inspection by OCD Compliance officer to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to meet OCD standards before bonding can be released.

12. Produced water or brine-based fluids may not be used during any part of plugging operations without prior OCD approval.

13. Cementing;
    - All cement plugs will be neat cement and a minimum of 100' in length. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
    - If cement does not exist between or behind the casing strings at recommended formation depths, the casing perforations will be shot at 50' below the formation top and the cement retainer shall be set no more than 50' from the perforations.
    - WOC (Wait on Cement) time will be:
        - 4 hours for accelerated (calcium chloride) cement.
        - 6 hours on regular cement.
    - Operator must tag all cement plugs unless it meets the below condition.
        - The operator has a passing pressure test for the casing annulus and the plug is only an inside plug.
    - If perforations are made operator must tag all plugs using the work string to tag unless given approval to tag with wireline by the correct contact from COA #1 of this document.
        - This includes plugs pumped underneath a cement retainer to ensure retainer seats properly after cement is pumped.
    - Cement can only be bull-headed with specific prior approval.
    - Squeeze pressures are not to exceed the exposed formations frac gradient or the burst pressure of the casing.

14. A cement plug is required to be set from 50’ below to 50’ above (straddling) formation tops, casing shoes, casing stubs, any attempted casing cut offs, anywhere the casing is perforated, DV tools.
    - Perforation/Formation top plug. (When there is less than 100ft between the top perforation to the formation top.) These plugs are required to be started no greater than 50ft from the top perforation. However, the plug should be set below the formation top or as close to the formation top as possible for the maximum isolation between the formations. The plug is required to be a 100ft cement plug plus excess.
    - Perforation Plug when a formation top is not included. These plugs are required to be started within 50ft of the top perforation. The plug is required to be a 100ft cement plug plus excess.
    - Cement caps on top of bridge plugs or cement retainers for perforation plugs, that are not straddling a formation top, may be set using a bailer with a minimum of 35’ of cement in lieu of the 100’ plug. The bridge plug or retainer must be set within 50ft of the perforations.
    - Perforations are required below the surface casing shoe if cement does not exist behind the casing, a 30-minute minimum wait time will be required immediately after perforating 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. If gas is detected contact the OCD office for directions.

15. No more than 3000 feet is allowed between cement plugs in cased hole and no more than 2000 feet is allowed in open hole.

16. Formation Tops to be isolated with cement plugs, but not limited to are:
    - Northwest See Figure A
    - South (Artesia) See Figure B
    - Potash See Figure C
        - In the R-111-P (Or as subsequently revised) 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, woe 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
    - South (Hobbs) See Figure D1 and D2
    - Areas not provided above will need to be reviewed with the OCD on a case by case basis.

17. Markers
    - Dry hole marker requirements 19.15.25.10.
      The operator shall mark the exact location of plugged and abandoned wells with a steel marker not less than four inches in diameter set in cement and extending at least four feet above mean ground level. The marker must include the below information:
        1. Operator name
        2. Lease name and well number
        3. API number
        4. Unit letter
        5. Section, Township and Range

- AGRICULTURE (Below grade markers)
  In Agricultural areas a request can be made for a below ground marker. For a below ground marker the operator must file their request on a C-103 notice of intent, and it must include the following;
  A) Aerial photo showing the agricultural area
  B) Request from the landowner for the below ground marker.
  C) Subsequent plugging report for a well using a below ground marker must have an updated C-102 signed by a certified surveyor for SHL.

  Note: 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 OCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to OCD. OCD requires a current survey to verify the location of the below ground marker, however OCD will accept a GPS coordinate that were taken with a GPS that has an accuracy of within 15 feet.

18. If work has not commenced within 1 year of the approval of this procedure, the approval is automatically expired. After 1 year a new [C-103] NOI Plugging (C-103F) must be submitted and approved prior to work.

Figure A

North Formations to be isolated with cement plugs are:

- San Jose
- Nacimiento
- Ojo Alamo
- Kirtland
- Fruitland
- Picture Cliffs
- Chacra (if below the Chacra Line)
- Mesa Verde Group
- Mancos
- Gallup
- Basin Dakota (plugged at the top of the Graneros)
- Deeper formations will be reviewed on a case-by-case basis

Figure B

South (Artesia) Formations to be isolated with cement plugs are:

- Fusselman
- Montoya
- Devonian
- Morrow
- Strawn
- Atoka
- Permo-Penn
- Wolfcamp
- Bone Springs
- Delaware , in certain areas where the Delaware is subdivided into;
  - 1. Bell Canyon
  - 2. Cherry Canyon
  - 3. Brushy Canyon
- Any salt sections
- Abo
- Yeso
- Glorieta
- San Andres
- Greyburg
- Queen
- Yates

Figure C

Potash Area R-111-P

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 20 – 29. 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.

Figure D1 and D2

South (Hobbs) Formations to be isolated with cement plugs are:

The plugging requirements in the Hobbs Area are based on the well location within specific areas of the Area (See Figure D1). The Formations in the Hobbs Area to be isolated with cement plugs are (see Figure D2)

Figure D1 Map

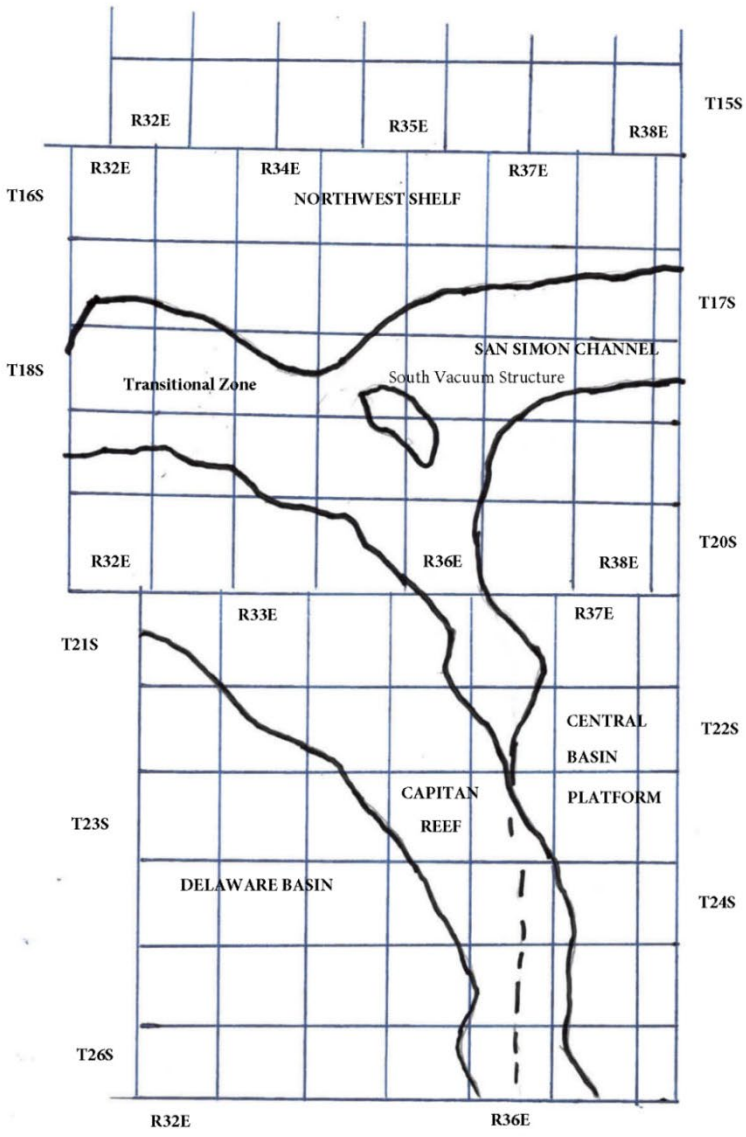

Figure D2 Formation Table

100' P'lug to isolate upper and lower fresh water zones (typiailly 2.50' to 350')						
ND!rthwest Shelf	**C;iptan Reef Are<a**	**Trani5ition Zone**	**San Simon Oh.annel**	**South \lacJUUm Structure**	**Delaware Basin**	**Ce<n,tiral Basin Platform**
Granit \./ash (Detrital basement material and fractured pre-Cambrian basement rock)	Siluro-Devonian	Morrow	Siluro-Devonian	Ellenburger	Siluro-Devonian	Granit \./ash (Detrital basement material, fractured pre-Cambrian basement rock and fracture Mafic Volcanic intrusives).
Montoya	Mississippian	Atoka	Morrow	Mckee	Morrow	Ellenburger
Fusselman	Morrow	Strawn	\./olfcamp	Siluro-Devonian	Atoka	Connell
Woodford	Atoka	Cisco	Abo Reef	Woodford	Strawn	Waddell
Siluro-Devonian	Strawn	Pennsylvanian	Bone Spring	Mississippian	Pennsylvanian	Mckee
Chester	Pennsylvanian	\./olfcamp	Delaware	Barnett Shale	Low er \./olfcamp	Simpson Group
Austin	\./olfcamp	Bone Spring	San Andres	Morrow	Upper \./olfcamp	Montoya
Mississippian	Abo Reef, if present	Delaware	Queen	Atoka	\./olfcamp	Fusselman
Morrow	Abo, if present	San Andres	Yates	Strawn	Third Bone Spring Sand (Top of \./olfbone)	Silurian
Atoka	Queen, if present	Grayburg-San Andres	Base of Salt	Canyon	First Bone Spring Sand (Top of Lower Bone Spring)	Devonian
Lower Pennsylvanian	Bone Spring	Queen	Rustler	Pennsylvanian	Bone Spring	Strawn
Cisco-Canyon	Delaware	Seven Rivers		Blinebry	Brushy Canyon	Pennsylvanian
Pennsylvanian	Base Capitan Reef	Yates		Bone Spring	Delaw are (Base of Salt)	\./olfcamp
Bough	Seven Rivers	Base of Salt		San Andres	Rustler	Abo
\./olfcamp	Yates	Rustler		Queen		Abo Reef
Abo	Top Capitan Reef			Base of Salt		Drinkard
Abo Reef, if present	Base of Salt			Rustler		Tubb
Yeso (Township 15 South to Township 17 South)	Rustler					Blinebry
Drinkard or Low er Y eso (Township 15 South to Township 17 South)						Paddock
Tubb (Township 15 South to Township 17 South)						Glorieta
Blinebry (Township 15 South to Township 17 South)						San Andres
Pad dock (Township 15 South to Township 17 South)						Grayburg
Glorieta						Gr ayburg-San Andres
San Andres						Queen
Queen (Township 15 South to Township 17 South)						Seven Rivers
Seven Rivers (Township 15 South to Township 17 South)						Yates
Yates (Township 15 South to Township 17 South)						Base of Salt
Base of Salt						Rustler
Rustler						

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Phone: (505) 629-6116

Online Phone Directory
https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 483630

CONDITIONS

Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171
	Action Number: 483630
	Action Type: [C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
loren.diede	Notify the OCD inspection supervisor via email 24 hours prior to beginning Plug & Abandon (P&A) operations.	7/11/2025
loren.diede	Submit Cement Bond Logs (CBL) prior to submittal of C-103P.	7/11/2025
loren.diede	Submit photo and GPS coordinates of P&A marker with subsequent P&A report. P&A marker photo should have API # clearly legible.	7/11/2025