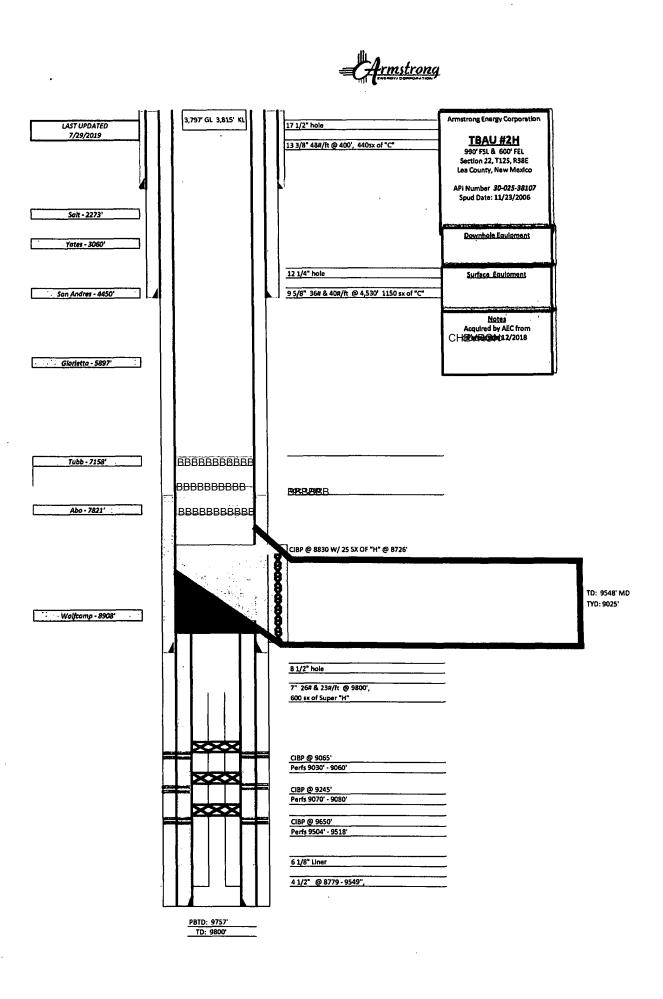
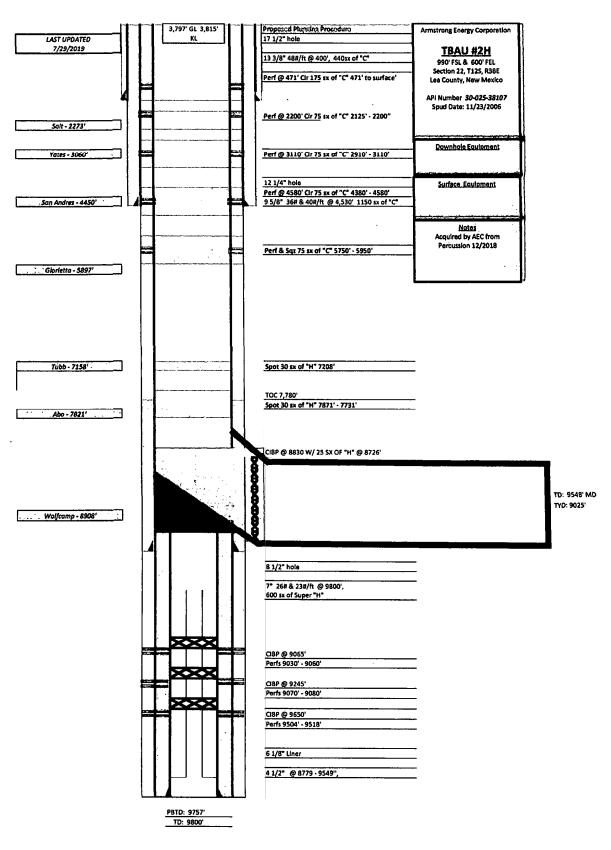
eceined by OSP: 2/18/2021-8:46:29 AM	State of New Mexico Revised 2/18/21 Form C-103			
Office	gy, Minerals and Natural Resources	Revised July 18, 2013		
1625 N. French Dr., Hobbs, NM 88240	gj, minorais and marai resources	WELL API NO.		
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	CONSERVATION DIVISION	30-025-35188		
<u>District III</u> – (505) 334-6178	1220 South St. Francis Dr.	5. Indicate Type of Lease STATE ☐ FEE ☑		
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				
SUNDRY NOTICES AND	REPORTS ON WELLS	7. Lease Name or Unit Agreement Name		
(DO NOT USE THIS FORM FOR PROPOSALS TO DR DIFFERENT RESERVOIR. USE "APPLICATION FOR PROPOSALS.)	Trinity Burrus Abo Unit			
1. Type of Well: Oil Well Gas Well	☑ Other	8. Well Number _{2H}		
Name of Operator Armstrong Energy Corporation		9. OGRID Number 1092		
3. Address of Operator		10. Pool name or Wildcat		
PO Box 1973 Roswell, NM 88202		Trinity; Wolfcamp		
4. Well Location	South) Fast		
Ullit Letter	feet from the South line and 660			
Section 22	Township 12S Range 38E ation (Show whether DR, RKB, RT, GR, etc.	NMPM County Lea		
11. Elevi	GL 3797'			
	<u> </u>			
12. Check Appropria	te Box to Indicate Nature of Notice,	Report or Other Data		
NOTICE OF INTENTIO	N TO: SUB	SEQUENT REPORT OF:		
	ND ABANDON ☑ REMEDIAL WOR			
	E PLANS COMMENCE DRI			
	LE COMPL CASING/CEMEN	Г ЈОВ		
DOWNHOLE COMMINGLE CLOSED-LOOP SYSTEM				
OTHER:	☐ OTHER:			
		d give pertinent dates, including estimated date		
of starting any proposed work). SEE I proposed completion or recompletion.	RULE 19.15.7.14 NMAC. For Multiple Con	mpletions: Attach wellbore diagram of		
proposed completion of recompletion.				
1. Move in/spot equip. NDWH & NU B 2. Spot 39 sx "H" from 7871' <u>-</u> 7731' 35	OP SX			
3. Spot 30 sx "H" @ 7208' 35 sx				
4. Perf & sqz 75 sx "C" from 5750'-59! 5. Perf @ 4580' circ 75 sx "C" from 43	80' - 4580'			
6 Perf @ 3110' circ 75 sx "C" from 29 7. Perf @ 2200' circ 75 sx "C" from 21	10'-3110'			
8. Perf @ 471' circ 175 sx "C" from 47	25-2200 1'-surface			
9. Verify cement to surface 10. RDMO, install DHM as per regs				
	Succeed Monkey CEE AT	TACHED CONDITIONS		
4" diameter 4' tall Above G	OF APPI	TACHED CONDITIONS ROVAL		
Spud Date: 3/2/01	Rig Release Date:			
I hereby certify that the information above is tru	ue and complete to the best of my knowledg	e and belief.		
	1 ,			
SIGNATURE Kyle Alpers	_{TITLE} VP Engineering	_{DATE} 2/18/21		
U				
Type or print name Kyle Alpers	E-mail address: kalpers@aeci	nm.com PHONE: <u>575-625-2222</u>		
For State Use Only				
APPROVED BY: Yeary Fortner Conditions of Approval (if any):	TITLE_ Compliance Officer A	DATE2/18/21		







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, woe 4 hours and tag, this plug will be SO' 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, woe and tagged. These plugs will be set SO' below formation bottom to 50' above formation top inside the casing.

DRY HOLE MARKER REQ.UIRMENTS

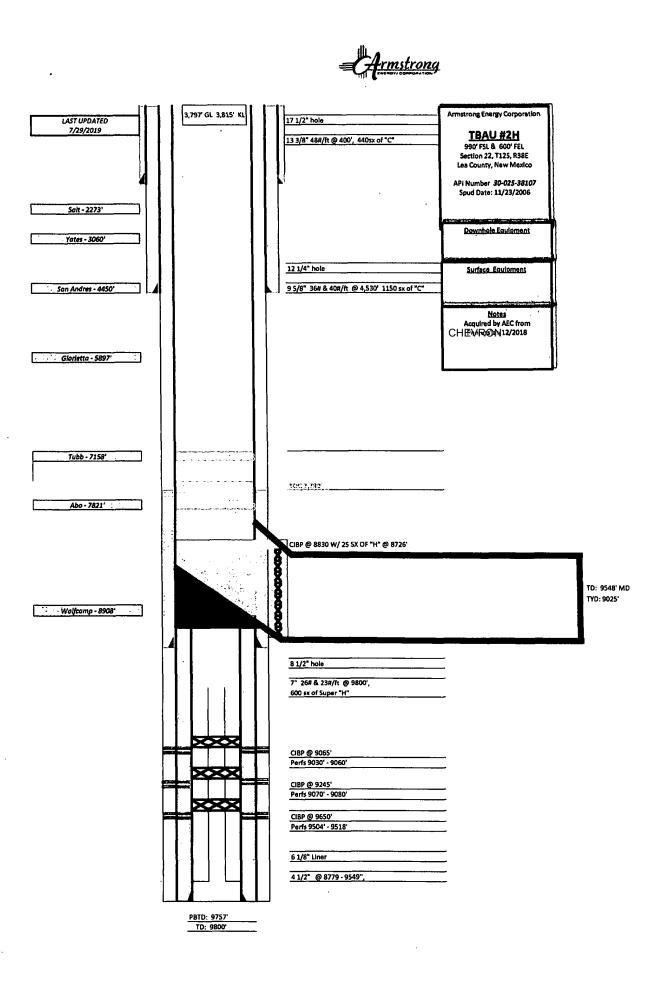
The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on 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

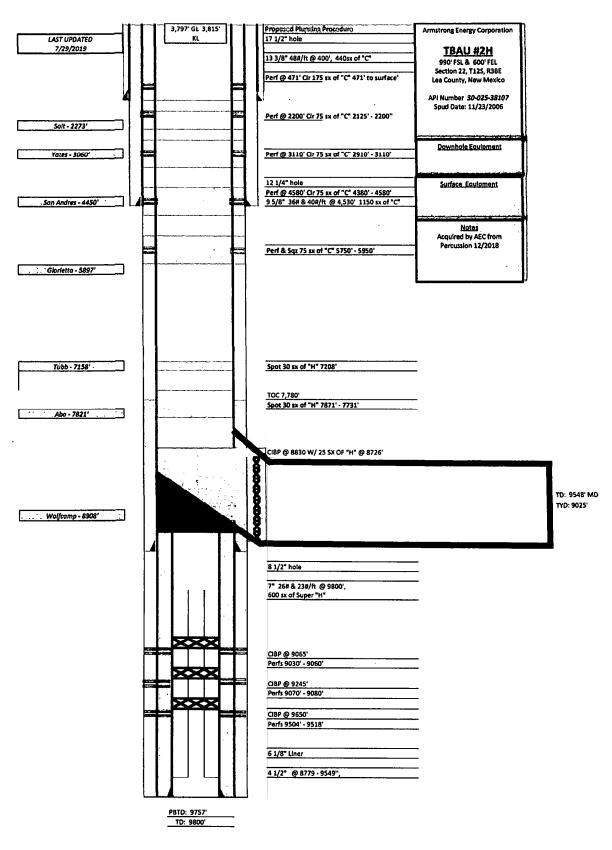
SPECIAL CASES ----AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

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







<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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 18262

CONDITIONS OF APPROVAL

Operator:				Action Number:	Action Type:
ARMSTRONG ENERGY CORP	P.O. Box 1973	Roswell, NM88202	1092	18262	C-103F

OCD Reviewer	Condition
kfortner	See Attached conditions of approval Note changes to procedure (amount of cement added to make 100' plug)