

P.O. Box 10640 Bozeman, Montana 59719

(406) 460-0903

TO: Jim Griswold, NMOCD

FROM: Curtis Shuck, Chairman

DATE: April 15, 2023

RE: Twin Lakes San Andres Unit #065 (30-005-60293) Orphan Well Post-Plugging Methane Monitoring

TECHNICAL MEMORANDUM

Well Done New Mexico LLC and the Well Done Foundation, Inc. (WDF) performing contract professional services methane monitoring for the State of New Mexico Energy, Minerals and Natural Resources Department – Oil Conservation Division (OCD) under Purchase Order #52100-0000073985 for Orphan Oil & Gas Wells in Chaves County, NM.

The site conditions found at the Twin Lakes San Andres #065 by the WDF Measure 1 Field Team on March 18, 2023, revealed an orphan well site that had been backfilled. The WDF Measure 1Team took site photographs, performed field gas measurements and collected a gas sample for immediate laboratory analysis.



Image 1.1 - Twin Lakes San Andres Unit #065 (30-005-60293) Orphan Well in Chaves County, NM

The Pre-Plugging Methane Flow Monitoring Test on August 24, 2024, using Ventbuster™ Instruments VB100-035 Ultra-Low Flow Meter with GPS, resulted in 0.00 cubic meters per day of total measured wellhead emissions. A composite gas sample collected at the wellhead by WDF during the flow test established a methane gas concentration level measured at 0.00 ppm, pursuant to Test ID 2022057480 performed by Laboratory Services of Hobbs, NM. Therefore, the adjusted average methane gas emission measured at this wellhead is calculated at **0.00 grams per hour (g/hour)**.¹

The State of New Mexico used the methane flow data collected by WDF to prioritize the TLSA #065 orphan well plugging under the IIJA Program and began mobilizing a contractor to location. J A Drake Well Service, Inc. of Farmington, NM was awarded the plugging contract.

WDF arrived at the TLSA #065 location on March 18, 2023, to perform post-plugging orphan well methane testing and sampling on behalf of the State of New Mexico. WDF post plugging field gas tests revealed 0.00% of methane or H2s gasses. The post plugging collected gas samples, analyzed by Laboratory Services, Inc. confirmed 0.00 ppm or methane gas and 0.00 ppm of H2s gas. THEREFORE, the total Methane Gas Emissions Reduction is: 0.00 g/hour.

[•] ¹ Methane Calculation: 717 grams CH4 per cubic meter (717 x 0.00 m3/day = 0.00 g/day total /24 = 0.00 g/hour x 0.0.00 (methane concentration) = **0.00** g/hour CH4). Methane, gas weighs 0.000717 gram per cubic centimeter or 0.717 kilogram per cubic meter, i.e. density of methane, gas is equal to 0.717 kg/m³; at 0°C (32°F or 273.15K) at standard atmospheric pressure. In Imperial or US customary measurement system, the density is equal to 0.044 pound per cubic foot [lb/ft³].

Received by OCD: 4/23/2023 12:57:23 PM Inis orphan well did not exceed the >1 g/hour federal program reporting requirements for methane emissions reductions as described in Section 40601 (Orphaned well site plugging, remediation, and restoration) of Title V (Methane Reduction

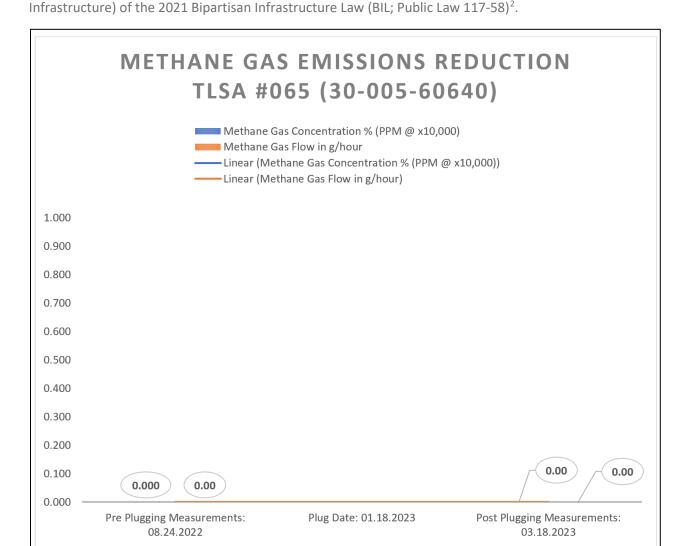


Image 2.1 - Twin Lakes San Andres #065 (30-005-60293) Methane Gas Emissions Reduction Pre Plugging to Post Plugging

TECHNICAL FINDINGS

Twin Lakes San Andres #065 (30-005-60293):

- Total C1 through C6 Gas Concentration: 940 ppm
- Total Measured Wellhead Gas Emissions: 0.00 m3/day
- Methane Gas Concentration: 0.00 ppm
- Calculated Average Wellhead Methane Gas Emissions: 0.00 g/hour
- Post Plugging Methane Gas Concentration: 0.00 ppm
- Post Plugging Methane Flow: 0.00 g/hour

² These April 11, 2022 Guidelines were developed to meet the federal program reporting requirements for methane emissions reductions as described in Section 40601 (Orphaned well site plugging, remediation, and restoration) of Title V (Methane Reduction Infrastructure) of the 2021 Bipartisan Infrastructure Law (BIL; Public Law 117-58).

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CONCLUSIONS

- The Twin Lakes San Andres #065 (30-005-60293) was emitting Methane gas pre-plugging at the average rate of 0.00 g/hour, which was below the Federal minimum threshold for reporting described in Section 40601 (Orphaned well site plugging, remediation, and restoration) of Title V (Methane Reduction Infrastructure) of the 2021 Bipartisan Infrastructure Law (BIL; Public Law 117-58) which is >1g/hour.
- Post Plugging, the Twin Lakes San Andres #065 (30-005-60293) presented 0.00 ppm of Methane gas emissions from field gas tests and laboratory analysis of WDF collected gas samples.

FIELD NOTES

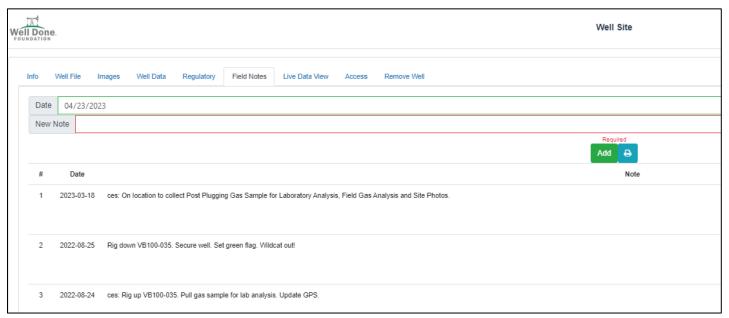


Image 3.2 – TLSA #065 (30-005-60293) Field Notes from WDF Well Intel™ Orphan Well Project Management IoT



1) TLSA #065 - Wellhead



2) TLSA #065 - Orphan Well Methane Measurement



3) TLSA #065 - Post Plug Gas Sample



4) TLSA #065 - Post Plug Field Gas Sample



16397G			TLSA #65				TLS	SA #65
Sample Point Code		Sample Point Na	ime			Sample I	Point Location	
Laboratory Services		2023066029		Tedlar Bag		CES - Spot		
Source Laboratory		Lab File No		Container Identity			Sampler	
USA		USA		USA			New Mexi	со
District		Area Name		Field Name		Facility Name		
Mar 18, 2023	17:15	Mar 18, 2023 17:15		Mar 24, 2023 08:3		2023 08:30) Mar 24, 2023	
Date Sample	d	Date Effective			Date Received		Date Reported	
		System Admi	nistrator					
Ambient Temp (°F)	Flow Rate (Mcf)	Analysi	t	Press PSI @ Temp °F Source Conditions		_		
Well Done Fou	ndation						NG	
Operator						L	ab Source Desc	ription
Component	Normalized	Un-Normalized	GPM			Heating Value		
	Mol %	Mol %		-	14.696 PSI @ 60 Ory	.00 °F Saturated	14.73 P Dry	SI @ 60.00 °F Saturated
H2S (H2S)	0.0000	0		1 1	i.3	5.1	4.3	5.1
Nitrogen (N2)	99.8790	99.879		4	Calc	ulated Total S	ample Prope	rties
CO2 (CO2)	0.0370	0.037		<u> </u>		145-16 *Calculated		
Methane (C1)	0.0000	0			Relative Density 0.9692			e Density Ideal 0.9693
Ethane (C2)	0.0000	0	0.0000	7	Molecular We	ight		0.13033
Propane (C3)	0.0000	0	0.0000	Ī	28.074	1		
I-Butane (IC4)	0.0000	0	0.0000	7		C6+ Group	-	
N-Butane (NC4)	0.0000	0	0.0000	C6	- 60.000%	Assumed Co	•	C8 - 10.000%
I-Pentane (IC5)	0.0000	0	0.0000			Field I		
N-Pentane (NC5)	0.0000	0	0.0000	7		0 PF	PM	
Hexanes Plus (C6+)	0.0840	0.084	0.0360	PROTREN	D STATUS:		DATA	SOURCE:
TOTAL	100.0000	100.0000	0.0360	Passed B	By Validator o	on Mar 27, 202		
Method(s): Gas C6+ - GPA 2261, Exter	ded Gas - GPA 2286, Calcula	tions - GPA 2172			Y VALIDATOR iple taken @		mposition lo	oks reasonable
	Analyzer Informa	tion		VALIDATO				
Device Type:	Device	Make:		Brooke R		c.		
Device Model:	Last C	al Date:		OK	OR COMMENTS	3 i		
Source	Date	Notes						
Brooke Rush Mar 2	27, 2023 2:39 pm	Methane = 0 PPM						

<u>District I</u> 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**

DEFINITIONS

Action 209914

DEFINITIONS

Operator:	OGRID:
BLUE SKY NM, INC.	300825
7941 Katy Freeway	Action Number:
Houston, TX 77024	209914
	Action Type:
	[UF-OMA] Post-Plug Methane Monitoring (UF-OMA-MMB)

DEFINITIONS

The Orphan Well Mitigation Activity (OMA) forms are a subset of the OCD's forms exclusively designed for activities related to State of New Mexico's contracted plugging and reclamation activities. Specifically, these forms are used for orphan wells or associated facilities which are in a "Reclamation Fund Approved" status. This status represents wells or facilities where the OCD has acquired a hearing order allowing the OCD to perform plugging or reclamation on wells and associated facilities that no longer have a viable operator to perform the necessary work. These forms are not to be utilized for any other purpose.

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QUESTIONS

Action 209914

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Operator:	OGRID:
BLUE SKY NM, INC.	300825
7941 Katy Freeway	Action Number:
Houston, TX 77024	209914
	Action Type:
	[UF-OMA] Post-Plug Methane Monitoring (UF-OMA-MMB)

QUESTIONS

Prerequisites	
[OGRID] Well Operator	[300825] BLUE SKY NM, INC.
[API] Well Name and Number	[30-005-60293] TWIN LAKES SAN ANDRES UNIT #065
Well Status	Plugged (not released)

Monitoring Event Information		
Please answer all the questions in this group.		
Reason For Filing	Post-Plug Methane Monitoring	
Date of monitoring	03/18/2023	
Latitude	33.563826	
Longitude	-104.0430933	

Monitoring Event Details	
Please answer all the questions in this group.	
Flow rate in cubic meters per day (m³/day)	0.00
Test duration in hours (hr)	1.0
Average flow temperature in degrees Celsius (°C)	7.2
Average gauge flow pressure in kilopascals (kPag)	0.0
Methane concentration in part per million (ppm)	0
Methane emission rate in grams per hour (g/hr)	0.00
Testing Method	Steady State

Monitoring Contractor		
	Please answer all the questions in this group.	
	Name of monitoring contractor	Well Done New Mexico LLC