Cano Petro

Plug And Abandonment Procedure Cato San Andres #573

1345' FNL & 2450' FEL, Section 14, 8S, 30E Chaves County, NM / API 30-005-28016

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM safety and environmental regulations. Test rig anchors prior to moving in rig if not rigged to base beam.
- 2. Check casing, tubing, and Bradenhead pressures.
- 3. Remove existing piping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well as necessary. Ensure well is dead or on a vacuum.
- 4. ND wellhead and NU BOP. Function test BOP.
- 5. P/U 5-1/2" bit or casing scraper on 2-3/8" work string and round trip as deep as possible above top perforation at 3,482'.
- 6. P/U 5-1/2" CR, TIH and set CR at +/- 3,432'. Pressure test tubing to 1000 psi. Sting out of CR. Load hole, and pressure test casing to 800 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. POOH w/ tubing.
- 7. RU wireline and run CBL with 500 psi on casing from CR at 3,432' to surface to identify TOC. Adjust plugs as necessary for new TOC. Email log copy to

Brandon Powell at <u>Brandon.powell@state.nm.us</u> upon completions of logging operations.

- 8. Rig up to pump cement down tubing. Pump water to establish rate down tubing.
- 9. Circulate wellbore with 9.5 ppg salt gel.

NOTE: All Plugs Include 100% excess outside casing and 50% Excess inside casing

10. Plug 1 (San Andres Perforations 3,432'-3,212', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the San Andres perforations.

11. Plug 2 (San Andres formation top 2,813'-2,593', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the San Andres perforations.

12. Plug 3 (Grayburg Formation Top 2,406'-2,186', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the Grayburg formation top.

13. Plug 4 (Tansill, Yates and Seven Rivers formation Tops 1,695'-1,320', 43 Sacks Type I/II Cement)

Mix 43 sx Type I/II cement and spot a balanced plug inside casing to cover the Tansill, Yates, and Seven Rivers formation tops.

14. Plug 5 (Surface Casing Shoe 1,152'-1,002', 46 Sacks Type I/II Cement)

Mix 46 sx Type I/II cement and spot a balanced plug inside casing to cover the Surface Casing Shoe.

15. Plug 6 (Surface, 600'-Surface, 182 Sacks Type I/II Cement)

Attempt to pressure test the bradenhead annulus to 300 psi; note the volume to load. If BH annulus holds pressure, then establish circulation out casing valve with water. Mix approximately 182 sx cement and spot a balanced plug from 600' to surface, circulate good cement out of casing valve. TOH and LD tubing. Shut well in and WOC. If BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the casing from 600' and the annulus from the squeeze holes to surface. Shut in well and WOC.

16. ND cementing valves and cut off wellhead. Fill annuli with cement as necessary. Install P&A marker to comply with regulations. Record GPS coordinate for P&A marker on tower report. Photograph P&A marker in place. RD, MOL and restore location per BLM stipulations.

Existing Wellbore Diagram

Cano Petro Of New Mexico Cato San Andres #573 API: 30-005-28016 **Chaves County, New Mexico**

Surface Casing

8.625" 24# @ 1102 ft OH: 12.25"

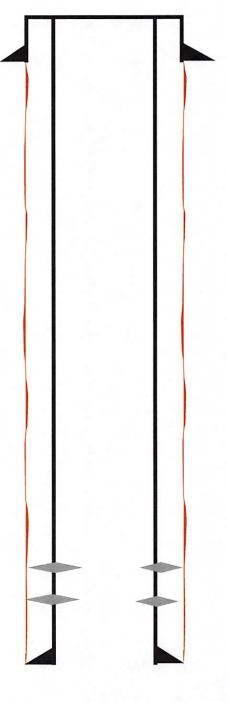
Formation

Tansill - 1420' Yates - 1547' Seven Rivers - 1645' Grayburg - 2356'

San Andres - 2763'

Perforations 3482 feet - 3565 feet

Production Casing 5.5" 15.5# @ 4010 feet OH: 7.875"



Proposed Wellbore Diagram

Cano Petro Of New Mexico Cato San Andres #573 API: 30-005-28016 Chaves County, New Mexico

Plug 6

600 feet - Surface 600 foot plug 182 Sacks of Type I/II Cement

Plug 5

1152 feet - 1002 150 foot plug 46 Sacks of Type I/II Cement

Plug 4

1695 feet - 1320 feet 375 foot plug 43 Sacks of Type I/II Cement

Plug 3

2406 feet - 2186 feet 220 foot plug 25 Sacks of Type I/II Cement

Plug 2

2813 feet - 2593 feet 220 foot plug 25 sacks of Type I/II Cement

Plug 1

3432 feet - 3212 feet 220 foot plug 25 sacks of Type I/II Cement

Perforations

3482 feet - 3565 feet

Surface Casing 8.625" 24# @ 1102 ft

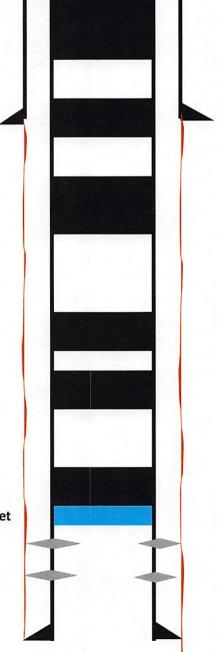
OH: 12.25"

Formation

Tansill - 1420'
Yates - 1547'
Seven Rivers - 1645'
Grayburg - 2356'
San Andres - 2763'

Retainer @ 3432 feet

Production Casing 5.5" 15.5# @ 4010 feet OH: 7.875"



Submit I Come To Appropriate District		Page 6
Submit 1 Copy To Appropriate District Office	State of New Mexico	Form C-103
<u>District I</u> – (575) 393-6161	Energy, Minerals and Natural Resources	Revised July 18, 2013 WELL API NO.
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283		30-005-28016
811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION	5. Indicate Type of Lease
District III - (505) 334-6178	1220 South St. Francis Dr.	STATE FEE
1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	Sunta 1 5, 1 (1) 1 5 / 5 0 5	o. State On & Gas Lease No.
87505		
	CES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name
	ALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A ATION FOR PERMIT" (FORM C-101) FOR SUCH	Cato San Andres
	Gas Well Other	8. Well Number 573
2. Name of Operator		9. OGRID Number
Cano Petro on NM. INC		248802
3. Address of Operator		10. Pool name or Wildcat
801 Cherry Street Unit 25 Suite 32	200 Fort Worth, Texas 76102	Cato; San Andres
4. Well Location		
	1245 fact from the N line and 2450	fact from the E line
	1345feet from theN line and _2450_	
Section 14	Township 08S Range 30E	NMPM County Chaves
	11. Elevation (Show whether DR, RKB, RT, GR, etc.	c.)
12 Check A	ppropriate Box to Indicate Nature of Notice	Report or Other Data
12. Check I	ppropriate Box to maleute retaile of reotice	, report of other Bata
NOTICE OF IN	TENTION TO:	BSEQUENT REPORT OF:
	Annual Control of the	The state of the s
PERFORM REMEDIAL WORK		and the second s
TEMPORARILY ABANDON		RILLING OPNS. P AND A
PULL OR ALTER CASING	MULTIPLE COMPL CASING/CEMEN	NT JOB
DOWNHOLE COMMINGLE		
CLOSED-LOOP SYSTEM		
OTHER:	☐ OTHER:	
13. Describe proposed or compl	eted operations. (Clearly state all pertinent details, a	nd give pertinent dates, including estimated date
	rk). SEE RULE 19.15.7.14 NMAC. For Multiple Co	
proposed completion or reco		
P		
NMOCD plans to plug this w	ell in accordance with the attached procedure and any	v agreed modifications there to.
Time of plant to plag and in		, -B
17 6% <u>1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1</u>		
Spud Date:	Rig Release Date:	
I hereby certify that the information a	above is true and complete to the best of my knowled	lge and belief.
		S min strict
61/11		
SIGNATURE CHECKING	7/ TITLE Authorized Representative	DATE 3/14/23
The state of the s	/ TEE Transfiled representative	DITE SITUES
Type or print name Ethan Wakefield	E-mail address: e.wakefield@dws	srigs.com PHONE: 405 343 7736
For State Use Only		110.10.10.10.10.11.10
20. State Obe Gall		
APPROVED BY:	TITLE	DATE
Conditions of Approval (if any):		

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 221118

CONDITIONS

Operator:	OGRID:
J.A. Drake Well Service Inc.	330485
607 W Pinon	Action Number:
Farmington, NM 87401	221118
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
john.harriso	n Approved w/ conditions. Adhere to NMOCD COAs attached.	6/2/2023