

<b>Well Name:</b> BLANCO WASH UNIT	<b>Well Location:</b> T24N / R9W / SEC 24 / NESE / 36.29788 / -107.73258	<b>County or Parish/State:</b> SAN JUAN / NM
<b>Well Number:</b> 401H	<b>Type of Well:</b> OIL WELL	<b>Allottee or Tribe Name:</b>
<b>Lease Number:</b> NMNM135989	<b>Unit or CA Name:</b>	<b>Unit or CA Number:</b> NMNM137065A
<b>US Well Number:</b> 3004535322	<b>Well Status:</b> Oil Well Shut In	<b>Operator:</b> DJR OPERATING LLC

**Notice of Intent**

**Sundry ID:** 2724083

**Type of Submission:** Notice of Intent

**Type of Action:** Temporary Abandonment

**Date Sundry Submitted:** 04/03/2023

**Time Sundry Submitted:** 01:15

**Date proposed operation will begin:** 04/03/2023

**Procedure Description:** DJR received approval to TA the subject well on 10/04/2021. Temporary Abandonment procedure was completed on 12/21/2021 and was incorrectly submitted as a subsequent report for workover operations (Sundry ID: 2650057, attached). DJR requests to correct the type of action and update well status to Temporary Abandonment and respectfully requests an additional 1-year TA status to 12/21/23. Plans for the well are attached.

**Surface Disturbance**

**Is any additional surface disturbance proposed?:** No

**NOI Attachments**

**Procedure Description**

Blanco\_Wash\_Unit\_401H\_WSW\_Conversion\_20230601131925.pdf

TA\_Subsequent\_Report\_\_BLM\_12.22.21\_\_20230403125743.pdf

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County or Parish/State: SAN JUAN / NM

Well Number: 401H

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM135989

Unit or CA Name:

Unit or CA Number: NMNM137065A

US Well Number: 3004535322

Well Status: Oil Well Shut In

Operator: DJR OPERATING LLC

### Conditions of Approval

#### Specialist Review

Blanco\_Wash\_Unit\_401H\_ID\_2724083\_TA\_COAs\_MHK\_6.5.2023\_20230605085123.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: SHAW-MARIE FORD

Signed on: JUN 01, 2023 01:20 PM

Name: DJR OPERATING LLC

Title: Regulatory Specialist

Street Address: 1 Road 3263

City: Aztec

State: NM

Phone: (505) 632-3476

Email address: sford@djrlc.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: 06/05/2023

Signature: Matthew Kade



# 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>

June 5, 2023

## CONDITIONS OF APPROVAL

### Sundry Notice of Intent ID # 2724083 Request to Extend Temporary Abandonment

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**Operator:** DJR Operating LLC  
**Lease:** NMNM 135989  
**Agreement:** NMNM 137065A  
**Well(s):** Blanco Wash Unit 401H, API # 30-045-35322  
**Location:** NESE Sec 24 T24N R9W (San Juan County, NM)

The request to extend the temporary abandonment (TA) is approved with the following conditions:

1. No well shall be TA without prior approval from the authorized officer or representative.
2. This approval is granted for a 6-month period until December 21, 2023. Before this approval expires one of the following shall be submitted:
  - a. A sundry notice (Notice of Intent – Temporary Abandonment) to keep the well in TA status with engineering and/or economic justification for up to another 12-month period.
  - b. A sundry notice (Notification – Resume Production) with resumption of production reported.
  - c. A sundry notice (Notice of Intent - Other) to convert the well from a producer to a water source well.
  - d. A sundry notice (Notice of Intent – Plug and Abandonment) to plug and abandon (P&A) the well. While not necessary to P&A before December 21, 2023, a sundry notice must be submitted prior to that date.
3. This agency reserves the right to modify or rescind approval. A plug or produce order may still be issued at the discretion of the authorized officer.

4. The lease is currently held by production from other wells. Should production from the lease cease, the BLM may require this well be returned to production or P&A, regardless of the amount of time the TA status is still approved for.

For questions concerning this matter, please contact Matthew Kade, Petroleum Engineer at the BLM Farmington Field Office, at (505) 564-7736 or [mkade@blm.gov](mailto:mkade@blm.gov).

DJR Operating, LLC  
Blanco Wash Unit 401H  
30-045-35322

Well History

The Blanco Wash Unit 401H was drilled and completed as a horizontal Mancos producer in 2012. The well was shut-in in 2020. Temporary Abandonment approval and procedure was completed in 2021. Temporary Abandonment status expired on 12/22/2022.

Plans for Well

DJR is seeking approval through the State of New Mexico to convert the Blanco Wash Unit 401H to an Entrada Water Supply Well (WSW). Should the conversion application be approved, DJR will no longer require the use of the Blanco Wash WSW #001 well and pad which was previously approved by the BLM on January 12, 2022, by Sundry Notice. Using the Blanco Wash Unit 401H pad as a water supply well will save 3.7 acres of new surface disturbance on federal land.

Request for an additional 1-year extension is needed for:

- DJR to complete evaluation of the pad to ensure it will accommodate the water supply facility equipment and G-tank.
- Obtain a release from the NMOCD of the current wellbore including the filing of the "Affidavit of Responsibility", assigning jurisdiction of the wellbore to the Office of the State Engineer.
- Amend existing approval (SJ-4343) issued by the Office of the State Engineer to indicate the new location of the water supply well at the Blanco Wash Unit 401H pad.
- Prepare and submit all required documentation including well conversion procedure to the Office of the State Engineer.



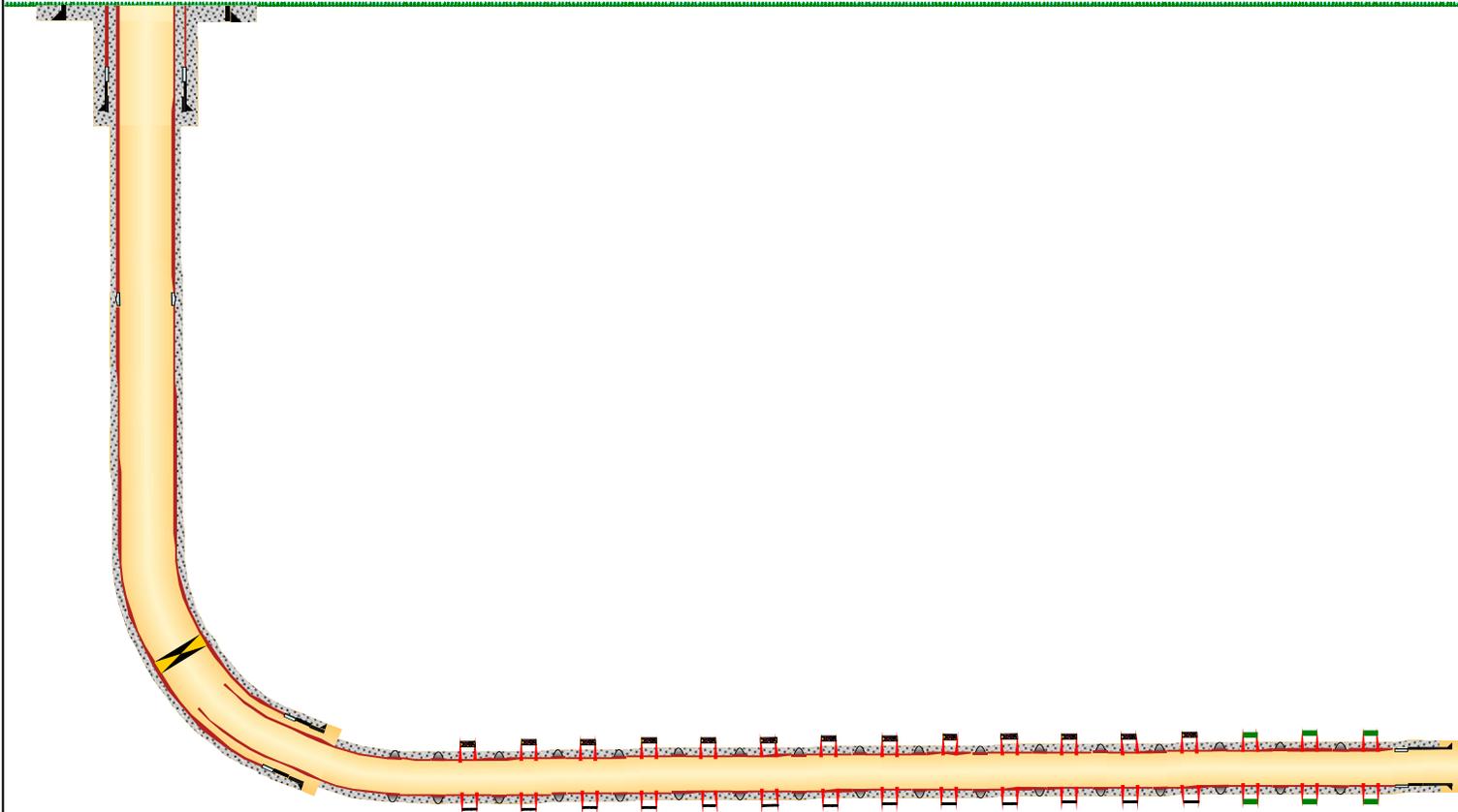
### Directional Schematic and Survey Plot

Well Name: Blanco Wash Unit 401H

API/UWI 30045353220000	Surface Legal Location	License #	Well Configuration Type Directional Horizontal Well	Ground Elevation (ft) 6,880.00	Casing Flange Elevation (ft)	KB-Ground Distance (ft) 14.00	KB-Casing Flange Distance (ft)
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Directional Horizontal Well, Original Hole, 6/5/2023 9:51:32 AM

Directional schematic (actual)



Please note: Proposed wellbore schematic will be provide upon completion of the conversion application to the Office of the State Engineer

**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

Action 223763

**CONDITIONS**

Operator: DJR OPERATING, LLC 1 Road 3263 Aztec, NM 87410	OGRID: 371838
	Action Number: 223763
	Action Type: [C-103] NOI Temporary Abandonment (C-103I)

**CONDITIONS**

Created By	Condition	Condition Date
dmcclosure	TA Expiration: 12/21/2023	6/23/2023