

P.O. Box 10640 Bozeman, Montana 59719

(406) 460-0903

TO: Jim Griswold, NMOCD

FROM: Curtis Shuck, Chairman

DATE: July 24, 2023

RE: Twin Lakes San Andres (TLSA) #057 (30-005-61135) 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 (TLSA) #057 by the WDF Measure 1 Field Team on May 27, 2023, revealed a cement filled casing, cut off 3' below the surface with a welded monument cap. The WDF Measure 1Team took site photographs, performed field gas measurements and collected a gas sample for immediate laboratory analysis.

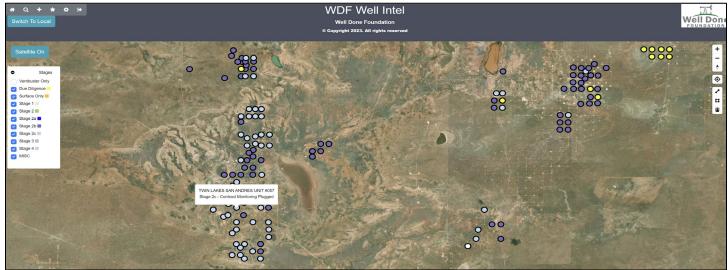


Image 1.1 - TLSA #057 (30-005-61135) Orphan Well in Chaves County, NM

The Pre-Plugging Methane Flow Calculations were conducted by the Well Done Foundation and Well Done New Mexico LLC and monitored using Ventbuster™ Instruments VB100-44 Series Ultra-Low Flow Meter with GPS on August 24, 2022. The Methane Concentration was measured at 558,960 ppm and Methane Flow was measured at 0.72 m3/d. Therefore, the adjusted average methane gas emission measured at this wellhead is calculated at **12.02 grams per hour (g/hour)**.¹

The State of New Mexico used the methane flow data collected by WDF to prioritize the TLSA #057 orphan well plugging under the IIJA Program and began mobilizing a contractor to location. Drake Well Service, Inc. of Farmington, NM was awarded the plugging contract.

WDF arrived at the TLSA #057 location on May 27, 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: 12.02 g/hour.

^{• 1} Methane Calculation: 717 grams CH4 per cubic meter (717 x 0.72 m3/day = 516.24 g/day total /24 = 21.51 g/hour x 0.558960 (methane concentration) = 12.02 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].

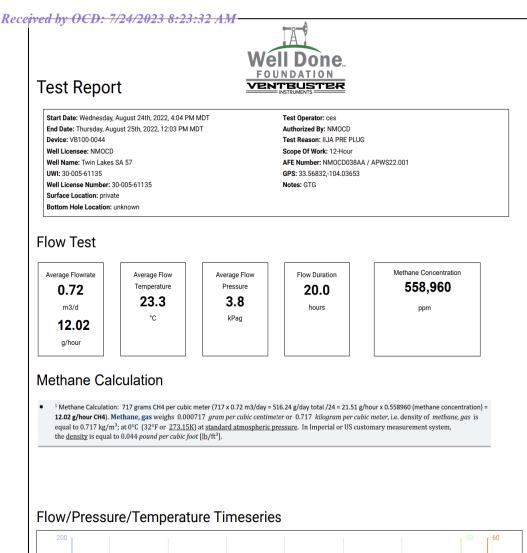


Image 2.1 - TLSA #057 Pre Plugging Test Report

Aug 24 21:00

Aug 25 00:00

Aug 25 03:00

- Flow Temperature

Aug 25 06:00

Pressure

Aug 24 18:00

This orphan well did exceed the >1 q/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 Infrastructure) of the 2021 Bipartisan Infrastructure Law (BIL; Public Law 117-58)².

Aug 25 09:00

Flow 20

Temperature (°C)

-40

Aug 25 12:00

Flow (m3/d)

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).

² | Page

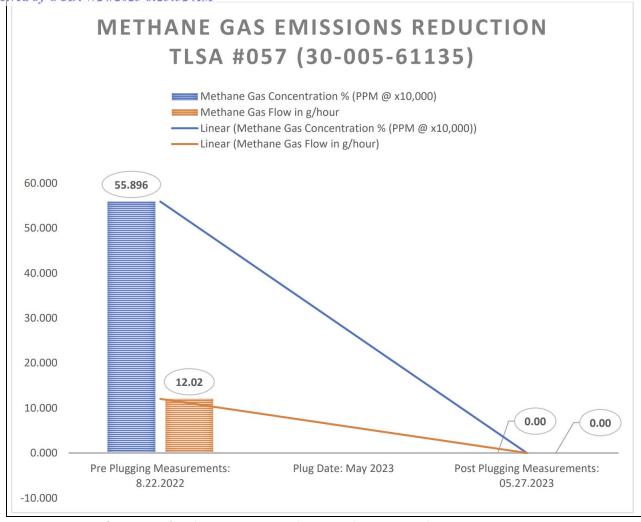


Image 3.1 - TLSA #057 (30-005-61135) Methane Gas Emissions Reduction Pre Plugging to Post Plugging

TECHNICAL FINDINGS

TLSA #057 (30-005-61135):

- Total C1 through C6 Gas Concentration: 673,300 ppm
- Total Measured Wellhead Gas Emissions: 0.72 m3/day
- Methane Gas Concentration: 558,960 ppm
- Calculated Average Wellhead Methane Gas Emissions: 12.02 g/hour
- Post Plugging Methane Gas Concentration: 0.00 ppm
- Post Plugging Methane Flow: 0.00 g/hour

CONCLUSIONS

- The TLSA #057 (30-005-61135) was emitting Methane gas pre-plugging at the average rate of 12.02 g/hour, which was above 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 TLSA #057 (30-005-61135) presented 0.00 ppm of Methane gas emissions from field gas tests and laboratory analysis of WDF collected gas samples.

FIELD NOTES

#	Date	Note
1	2023-05-27	ces: On location with WDF Measure 1 to perform post plugging methane measurement. Field gas analysis yielded a non detect for methane. Collect gas sample for Laboratory analysis. Place ribbon at monument, photo document. WILDCAT OUT!
2	2022-08-25	ces: Rug down VB100-046 and complete test. Secure well. Green Flag. Wildcat out!
3	2022-08-24	ces: Rig up VB100-046. Collect Gas Sample. Update GPS.

Image 4.1 – TLSA #057 (30-005-61135) Field Notes from WDF Well Intel™ Orphan Well Project Management IoT

Appendix A - Site Photos for TLSA #057 (30-005-61135)



1) TLSA #057 - Gas Sample



2) TLSA #057 - Ribbon



17155G	TLSA # 057 POST PLUG	TLSA # 057 POST PLUG
Sample Point Code	Sample Point Name	Sample Point Location

Laborator	y Services	2023069832	bag		ces	- Spot	
Source La	aboratory	Lab File No	Container Ider	ntity	Sa	mpler	
USA		USA	USA		New	Mexico	
District	_	Area Name	Field Name		Facili	ty Name	
May 27, 202	3 19:05	May 27, 2023 19:05		Jun 6, 2023 0	9:04	Jun 6, 2023	
Date Sam	pled	Date Effective		Date Receive	ed .	Date Reported	
		Torrance					
Ambient Temp (°F)	Flow Rate (Mcf)	Analyst	Press PSI (Source C	© Temp °F Conditions			
Well Done F	oundation	_			1	ng	
Opera	tor				Lab Source	e Description	

Component	Normalized Mol %	Un-Normalized Mol %	GPM
H2S (H2S)	0.0000	0	
Nitrogen (N2)	98.8280	98.82846	
CO2 (CO2)	0.0410	0.0411	
Methane (C1)	0.0000	0	
Ethane (C2)	0.0190	0.01914	0.0050
Propane (C3)	0.0280	0.02809	0.0080
I-Butane (IC4)	0.0080	0.00844	0.0030
N-Butane (NC4)	0.0380	0.03766	0.0120
I-Pentane (IC5)	0.0250	0.02461	0.0090
N-Pentane (NC5)	0.0510	0.05067	0.0180
Hexanes Plus (C6+)	0.9620	0.96183	0.4170
TOTAL	100.0000	100.0000	0.4720

Method(s): Gas C6+ - GPA 2261, Extended Gas - GPA 2286, Calculations - GPA 2172

	Analyzer Information				
Device Type:	Gas Chromatograph	Device Make:	Shimadzu		
Device Model:	GC-2014	Last Cal Date:	Jun 5, 2023		

Gros	Gross Heating Values (Real, BTU/ft³)				
14.696 PSI @ 60.00 °F		14.73 PSI @ 60.00 °F			
Dry	Saturated	Dry	Saturated		
55.1	55.1	55.2	55.2		
Cald	culated Total	Sample Proper	ties		
GPA	2145-16 *Calculate	d at Contract Conditi	ions		
Relative Densi	ty Real	Relative	e Density Ideal		
0.991	0	C).9910		
Molecular W	eight				
28.699	92				
C6+ Group Properties					
	Assumed (Composition			
C6 - 60.000%	C7 - 30	.000%	C8 - 10.000%		
	Field	I H2S			
	0 F	PPM			
PROTREND STATUS:	•	DATAS	SOURCE:		

PROTREND STATUS:Passed By Validator on Jun 9, 2023

Imported

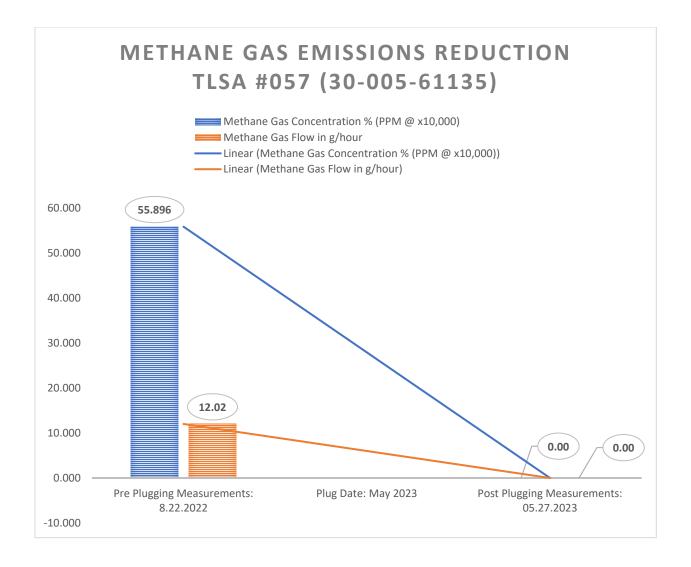
PASSED BY VALIDATOR REASON:

First sample taken @ this point, composition looks reasonable

VALIDATOR:. Rush

VALIDATOR COMMENTS: OK

Source	Date	Notes
Luis Cano	Jun 7, 2023 3:06 p	m Methane: 0 PPM
Puch	Jun 9 2023 2:44 n	m 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 243536

DEFINITIONS

Operator:	OGRID:
BLUE SKY NM, INC.	300825
7941 Katy Freeway	Action Number:
Houston, TX 77024	243536
	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 243536

QUESTIONS

Operator:	OGRID:
BLUE SKY NM, INC.	300825
7941 Katy Freeway	Action Number:
Houston, TX 77024	243536
	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	[30-005-61135] TWIN LAKES SAN ANDRES UNIT #057	
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	05/27/2023	
Latitude	33.5683937	
Longitude	-104.0362396	

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)	28.8	
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	Other	

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