Sundry Print Report

County or Parish/State: EDDY /

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Well Name: STEEL GUITAR 35-26 Well Location: T26S / R29E / SEC 26 /

FED COM NENE / 32.0184929 / -103.9492587

Well Number: 424Y Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM19609 Unit or CA Name: Unit or CA Number:

US Well Number: 3001555927 **Operator:** WPX ENERGY PERMIAN

LLC

Notice of Intent

Sundry ID: 2848708

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 04/22/2025 Time Sundry Submitted: 01:57

Date proposed operation will begin: 04/25/2025

Procedure Description: Devon Energy Production Company, L.P. respectfully requests to plug and abandon the subject well. Please see attachments with details.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

RE__Plug_and_Abandonment_of_the_Steel_Guitar_35_26_Fed_Com_424H__30_015_55927__20250602083 451.pdf

Steel_Guitar_35_26_Fed_Com_424H_WBD__abandonment_as_executed__04062025_20250422135415.pdf

STEEL_GUITAR_35_26_FED_COM_424Y_CURRENT_WBD_20250422135351.pdf

STEEL_GUITAR_35_26_FED_COM_424Y___C102_SIGNED_20250422135327.pdf

eived by OCD: 8/6/2025 12:33:09 PM Well Name: STEEL GUITAR 35-26

FED COM

Well Location: T26S / R29E / SEC 26 / NENE / 32.0184929 / -103.9492587

County or Parish/State: EDDY? of

Well Number: 424Y

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM19609

Unit or CA Name:

Unit or CA Number:

US Well Number: 3001555927

Operator: WPX ENERGY PERMIAN

Conditions of Approval

Specialist Review

SKID_P_A_COA_20250625135005.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: AMY BROWN Signed on: JUN 02, 2025 08:35 AM

Name: WPX ENERGY PERMIAN LLC

Title: Regulatory Professional

Street Address: 333 WEST SHERIDAN AVENUE

City: OKLAHOMA CITY State: OK

Phone: (405) 552-6137

Email address: AMY.BROWN@DVN.COM

Field

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:

BLM Point of Contact

Signature: Long Vo

BLM POC Name: LONG VO BLM POC Title: Petroleum Engineer

BLM POC Phone: 5759885402 BLM POC Email Address: LVO@BLM.GOV

Disposition: Accepted Disposition Date: 06/25/2025

Page 2 of 2

Form 3160-5 (June 2019)

UNITED STATES DEPARTMENT OF THE INTERIOR BURGELLAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2021

BURI	EAU OF LAND MANA	Lease Serial No. If Indian, Allottee or Tribe Name				
Do not use this f	IOTICES AND REPOR form for proposals to Use Form 3160-3 (AP					
SUBMIT IN T	TRIPLICATE - Other instruc	tions on page 2		7. If Unit of CA/Agreement, N	lame a	nd/or No.
1. Type of Well Oil Well Gas W	Vell Other			8. Well Name and No.		
2. Name of Operator				9. API Well No.		
3a. Address	31	b. Phone No. (include	de area code)	10. Field and Pool or Explorat	ory Ar	ea
4. Location of Well (Footage, Sec., T.,R	C.,M., or Survey Description)			11. Country or Parish, State		
12. CHE	CK THE APPROPRIATE BOX	X(ES) TO INDICAT	E NATURE O	F NOTICE, REPORT OR OTH	IER D	ATA
TYPE OF SUBMISSION			TYPE	OF ACTION		
Notice of Intent	Acidize	Deepen		Production (Start/Resume)		Water Shut-Off
Tvotice of Intent	Alter Casing	Hydraulic F	Fracturing [Reclamation		Well Integrity
Subsequent Report	Casing Repair	New Const	ruction	Recomplete		Other
	Change Plans	Plug and Al	bandon	Temporarily Abandon		
Final Abandonment Notice	Convert to Injection	Plug Back		Water Disposal		
completed. Final Abandonment Not is ready for final inspection.)			dung reciamat	on, have been completed and t	ile ope	ator has determined that the Site
14. I hereby certify that the foregoing is	true and correct. Name (Print	,				
		Title				
Signature		Date				
	THE SPACE I	FOR FEDERA	L OR STAT	E OFICE USE		
Approved by						
			Title	I	Date	
Conditions of approval, if any, are attack certify that the applicant holds legal or e which would entitle the applicant to con	Office					
Title 18 U.S.C Section 1001 and Title 43	3 U.S.C Section 1212, make it	a crime for any pers	on knowingly	and willfully to make to any de	partme	ent or agency of the United States

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 State any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

(Form 3160-5, page 2)

Additional Information

Location of Well

 $0. \ SHL: \ NENE \ / \ 455 \ FNL \ / \ 1090 \ FEL \ / \ TWSP: \ 26S \ / \ RANGE: \ 29E \ / \ SECTION: \ 26 \ / \ LAT: \ 32.0184929 \ / \ LONG: \ -103.9492587 \ (\ TVD: \ 9 \ 6 \ eet \)$ $PPP: \ NENE \ / \ 1000 \ FNL \ / \ 1030 \ FEL \ / \ TWSP: \ 26S \ / \ RANGE: \ 29E \ / \ SECTION: \ 26 \ / \ LAT: \ 32.0195 \ / \ LONG: \ -103.949 \ (\ TVD: \ 9853 \ feet, \ MD: \ 9856 \ feet \)$ $BHL: \ LOT \ 12 \ / \ 1773 \ FNL \ / \ 1030 \ FEL \ / \ TWSP: \ 26S \ / \ RANGE: \ 29E \ / \ SECTION: \ 35 \ / \ LAT: \ 32.0002 \ / \ LONG: \ -103.9506 \ (\ TVD: \ 10235 \ feet, \ MD: \ 16769 \ feet \)$



From: Vo, Long T

To: Milligan, Dallas

Cc: Walls, Christopher; Vora, Kumar; Fisher, Jonathan; Sanchez, Julio A; Morency, Allison E

Subject: Re: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Date: Wednesday, April 2, 2025 5:16:46 PM

Dallas,

You have verbal approval to proceed, please verify cement at surface. If cement is not at surface, please top off is necessary.

Regards,

Long Vo

Petroleum Engineer
Carlsbad Field Office
Land and Minerals
Bureau of Land Management
Department of Interior
575-988-5402 Cell

"Be the change that you wish to see in the world"-Gandhi

From: Milligan, Dallas < Dallas. Milligan@dvn.com>

Sent: Wednesday, April 2, 2025 4:53 PM

To: Vo, Long T < lvo@blm.gov>

Cc: Walls, Christopher <cwalls@blm.gov>; Vora, Kumar <Kumar.Vora@dvn.com>; Fisher, Jonathan <Jonathan.Fisher@dvn.com>; Sanchez, Julio A <juliosanchez@blm.gov>; Morency, Allison E <amorency@blm.gov>

Subject: RE: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Long, please find attached permanent plug and abandonment wellbore diagram for the above referenced well. Dead well checks have been performed, and the well is successfully secure (static) from the flow zone at 5,700°. Devon is currently performing an evaluation CBL to confirm cement tops behind DP; attached wellbore diagram indicates suspected tops for this interval that are subject to change.

Abandonment Procedure:

- 1. Confirm isolation interval for Brushy Canyon based on results of CBL
- 2. Circulate cement plug into DP to isolate Brushy Canyon from 4,225' to 5,300' using DP perforations at 5,300'. Cement plug volume 19.4 bbls / 104 sacks 17.5ppg Class H.
- 3. Freepoint and back-off DP above 3,500' to set shallower isolation plugs
- 4. Set balanced plug from 2,631' to 3,083' (at minimum). Cement plug volume 42.8 bbls /

229 sacks 17.5ppg Class H

- a. Plug placement to be verified via 10kip tag with DP
- 5. Set balanced plug from surface to 1,451' (at minimum). Cement plug volume 136.1 bbls / 728 sacks 17.5ppg Class H

Please respond to this email with approval to proceed with abandonment operations outlined at your earliest convenience.

Thank you, -Dallas

From: Vo, Long T < lvo@blm.gov>

Sent: Monday, March 31, 2025 12:27 PM

To: Milligan, Dallas < Dallas. Milligan@dvn.com>

Cc: Walls, Christopher <cwalls@blm.gov>; Vora, Kumar <Kumar.Vora@dvn.com>; Fisher, Jonathan <Jonathan.Fisher@dvn.com>; Sanchez, Julio A <juliosanchez@blm.gov>; Morency, Allison E <amorency@blm.gov>

Subject: Re: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Thank you,

That should be above the minimum tag of 6677'. With the assumption that there is no flow below the Bone Springs and consistent wellbore (no wash out or lost circulation) and the assumptions that the cement (13.8 ppg) is heavier than the displacement fluid (9.7 ppg), there would be a u-tube affect and would put the TOC above 6677'.

Regards,

Long Vo

Petroleum Engineer
Carlsbad Field Office
Land and Minerals
Bureau of Land Management
Department of Interior
575-988-5402 Cell

"Be the change that you wish to see in the world"-Gandhi

From: Milligan, Dallas < Dallas. Milligan@dvn.com >

Sent: Monday, March 31, 2025 12:17 PM

To: Vo, Long T < lvo@blm.gov>

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan

<<u>Jonathan.Fisher@dvn.com</u>>; Sanchez, Julio A <<u>juliosanchez@blm.gov</u>>; Morency, Allison E <<u>amorency@blm.gov</u>>

Subject: RE: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Looks like I missed one of your emails. The Bone Springs formation was isolated using 158 bbls / 630 sacks of 13.8 ppg cement (yield 1.41) and was displaced with 148bbls of fluid. This would put the TOC inside the toolstring at 6,650' and shallowest TOC in annulus at ~6,000'. See supporting calculations below.

Annulus OD	9.875	in
Drillstring OD	5.5	in
DP ID	4.778	in
HWDP ID	2.63	in
BHA ID	2.5	in
DP Capacity	0.0222	bbl/ft
HWDP Capacity	0.0067	bbl/ft
BHA Capacity	0.0061	bbl/ft
Annulus Capacity	0.0653	bbl/ft
DP Depth	Surface	ft
HWDP Depth	7345	ft
Top BHA Depth	7998	ft
Drillstring Depth	8108	ft
Drillstring Volume to 6650'	148	bbls
Drillstring Volume from 6650-		
8108'	20	bbls
Cement pumped	148	bbls
Cement in annulus	128	bbls
Cement length in annulus	2105	ft
ETOC annulus	6003	ft

"How many sacks was pumped to isolate the Bone Springs formation? Once the well becomes static, please verify the cement top inside and outside the drill string at least 50' below the Delaware formation top at 3039'. The diagram indicates that the drill string is intact from surface to BHA, there is 319 feet from the current drill string and the top of the fish from the subsequent emails. How many bbls was displaced for the bone springs plug to place the cement?"

From: Vo, Long T < lvo@blm.gov>

Sent: Monday, March 31, 2025 12:00 PM

To: Milligan, Dallas < <u>Dallas.Milligan@dvn.com</u>>

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan <<u>Jonathan.Fisher@dvn.com</u>>; Sanchez, Julio A <<u>juliosanchez@blm.gov</u>>; Morency, Allison E <amorency@blm.gov>

Subject: Re: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Can you give more details on the volumetric verifications?

Regards,

Long Vo

Petroleum Engineer
Carlsbad Field Office
Land and Minerals
Bureau of Land Management
Department of Interior
575-988-5402 Cell

"Be the change that you wish to see in the world"-Gandhi

From: Milligan, Dallas < Dallas.Milligan@dvn.com>

Sent: Monday, March 31, 2025 11:50 AM

To: Vo, Long T < lvo@blm.gov>

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan <<u>Jonathan.Fisher@dvn.com</u>>; Sanchez, Julio A <<u>juliosanchez@blm.gov</u>>; Morency, Allison E <<u>amorency@blm.gov</u>>

Subject: RE: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Long, as requested here is an updated wellbore diagram with best estimate of current downhole status.

Note that we are unable to tag the Bone Spring plug as the drillstring is currently cemented on the annulus without ability to move up or down. Additionally, due to backing off at 6,109' tagging would prove non-diagnostic as presumably we would only tag TOC. Tripping out of hole to mill or dress TOF to tag cement was untenable given wellbore conditions (sustained annulus pressure, and suspected mechanical stuck point – key seat – shallower in the well). Volumetric and lift calculations support TOC near 6,019' where we were successfully able to back-off the drillstring.

Thanks, -Dallas

From: Milligan, Dallas

Sent: Monday, March 31, 2025 10:14 AM

To: Vo, Long T < lvo@blm.gov>

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan <<u>Jonathan.Fisher@dvn.com</u>>; Sanchez, Julio A <<u>juliosanchez@blm.gov</u>>; Morency, Allison E <<u>amorency@blm.gov</u>>

Subject: RE: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Long, appreciate the call earlier.

Providing an update below on current well status:

Last 36-hour Update:

- Continued to make subsequent attempts (5 plugs total) to secure well above the
 waterflow zone at 5,700' with indications of success in reducing surface expression of
 flow to zero, and reducing sustained casing pressure at surface shoe
 - a. Pumped 1x plug of 200 bbls 16.2ppg kill weight mud followed by 215.6bbls / 900 sks 14.8 Class C cement
 - b. Pumped 3x plug of 200 bbls 16.2ppg kill weight mud followed by 215.6bbls / 900 sks 14.8 Class C cement
 - c. Pumped 1x plug of 200 bbls 16.2ppg kill weight mud followed by 300 bbls / 1790 sks 17.5 Class H cement

Next steps:

- 1. Continue to pump plugs to isolate Brushy flow zone at 5,700' until no indication of pressure communication
- 2. Perform CBL down drillstring to confirm exact placement of the isolation cement plug when flow is zero
- 3. Free-point and back-off DP with intent to finalize Brushy isolation with cement plug from TOF to 4,000' MD as described in the approval below
- 4. Provide procedure to BLM for subsequent abandonment plugs for approval as Allison has outlined below

Current wellbore schematic is unchanged from update provided Saturday 3/29 at 3:53.

Thank you, -Dallas

From: Morency, Allison E amorency@blm.gov>

Sent: Monday, March 31, 2025 8:13 AM

To: Milligan, Dallas < Dallas. Milligan@dvn.com >

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan <<u>Jonathan.Fisher@dvn.com</u>>; Sanchez, Julio A <<u>juliosanchez@blm.gov</u>>; Vo, Long T <<u>lvo@blm.gov</u>>

Subject: RE: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

On-call phone just switched so looping in new on-call engineer (Julio) and your standard engineer (Long).

Guys – Chris and I checked their plugs on Friday but as of right now, they only have approval for the bottom two plugs listed in the first email. Dallas requested to wait on approval for the upper plugs until after they successfully had competent plugs on the lower interval. Please remind the operator to submit a sundry when this process is complete with the email attached. Thanks again!

Sincerely,

Allison Morency

Petroleum Engineer Carlsbad Field Office Bureau of Land Management

Cell: 575-200-4246 (*Preferred*)

Desk: 575-234-5709

From: Milligan, Dallas < Dallas <a href="mailto:Dallas.Millig

Sent: Saturday, March 29, 2025 3:53 PM

To: Morency, Allison E

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan <<u>Jonathan.Fisher@dvn.com</u>>

Subject: RE: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-015-55927)

Allison, appreciate the call earlier.

As discussed, over the last 24-hours Devon has performed the below operations to secure the well as originally outlined in Steps 1 & 2 in the original email dated Friday March 28 @ 19:25.

- 1. Performed free-point wireline log which indicated string is free to 7999' (top of BHA)
- 2. Attempt to work string out of hole unsuccessfully
- 3. Pumped 120 bbls 16.1ppg kill weight mud followed by 9.7ppg active mud to kill well; unsuccessful
- 4. Performed first cement job to secure well pumping down drillstring with good indications of lift from 8,100' to ~5,700' MD. Lift pressures indicate high probability of cement coverage in this zone without losses (isolating Bone Springs from Brushy).
- 5. Successfully backed off drillstring at 6,019'
- 6. Pumped 120 bbls 16.1ppg kill weight mud followed by 9.7ppg active mud to kill well; unsuccessful

We will provide further updates as the situation progresses to secure the well or if significant changes to status are observed.

Thank you, -Dallas

From: Morency, Allison E <amorency@blm.gov>

Sent: Friday, March 28, 2025 8:49 PM

To: Milligan, Dallas < <u>Dallas.Milligan@dvn.com</u>>

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>; Fisher, Jonathan

<<u>Jonathan.Fisher@dvn.com</u>>

Subject: Re: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H (30-

015-55927)

Approval to proceed with initial 2 plugs and then assessing the situation further. Thanks.

Sincerely,

Allison Morency

Petroleum Engineer Carlsbad Field Office Bureau of Land Management Cell: 575-200-4246 (Preferred)

Desk: 575-234-5709

On Mar 28, 2025, at 7:45 PM, Milligan, Dallas <<u>Dallas.Milligan@dvn.com</u>> wrote:

Allison, appreciate the details and concur with the BLM's assessment that further plugs are required to surface to finalize abandonment of this well.

To limit speculation on exact placement and size of these final abandonment plugs, Devon is seeking limited approval to proceed with only the bottom two abandonment plugs detailed in Steps 1 &2 below and acknowledges additional abandonment details will require approval and review with the BLM.

Devon believes the plugs outlined in steps 1 & 2 are imperative to secure the well and prevent further expression of fluid to surface.

Please respond with approval to proceed with Steps 1 & 2 of the below abandonment proposal if those plugs are satisfactory to the BLM to meet objectives of Brushy isolation.

Thank you, -Dallas

From: Morency, Allison E amorency@blm.gov>

Sent: Friday, March 28, 2025 8:00 PM

To: Milligan, Dallas < <u>Dallas.Milligan@dvn.com</u>>

Cc: Walls, Christopher <<u>cwalls@blm.gov</u>>; Vora, Kumar <<u>Kumar.Vora@dvn.com</u>>;

Fisher, Jonathan < <u>Jonathan.Fisher@dvn.com</u>>

Subject: Re: [EXTERNAL] RE: Plug and Abandonment of the Steel Guitar 35-26 Fed Com

424H (30-015-55927)

Okay I checked in with Chris and we have some changes / clarification to your proposal.

Your bottom two plugs are competent, however we need specific plugs for rustler and surface isolation.

Starting 50' below the rustler (~3130') with a minimum 250' tieback or 25 sacks, whichever is greater. Secondly, for the surface isolation, you have two options. Option one is 950' to 700' plug and a 400' to surface plug. Option 2 is 950' to surface.

The BLM believes that this will isolate the wellbore for full abandonment. Please reach out if you have any follow-up questions or clarifications.

Sincerely,

Allison Morency

Petroleum Engineer Carlsbad Field Office Bureau of Land Management Cell: 575-200-4246 (Preferred)

D | F7F 004 F700

Desk: 575-234-5709

On Mar 28, 2025, at 6:36 PM, Milligan, Dallas Dallas.Milligan@dvn.com> wrote:

This email has been received from outside of DOI - Use caution before clicking on links, opening attachments, or responding.

Allison, apologies, I did not attached the cement proposal for your review. Planned cement densities are 13.8ppg Class c + pozz for the first cement job down the drillpipe, and neat Class C at 14.8ppg for the second cement job. When labs are available for the second cement job I will send them to you. Please find attached lab for the

13.8ppg cement.

From: Milligan, Dallas

Sent: Friday, March 28, 2025 7:25 PM

<<u>Jonathan.Fisher@dvn.com</u>>

Subject: Plug and Abandonment of the Steel Guitar 35-26 Fed Com 424H

(30-015-55927) **Importance:** High

Allison, appreciate the conversation and adding details of the current status of this well below.

While drilling the Steel Guitar 35-26 Fed Com 424H, a waterflow was observed at 5,700'. The well was drilled achieving 250psi on connections with a 10.6ppg MW resulting in an 11.4ppg EMW at 5,700' to a depth of 8,108'. Following a loss of rig power on 3/26 at 23:30 MST, the BHA become stuck and we have been unable to free the assembly, nor effectively reduce surface applied pressure. Latest mud checks indicate a 9.8ppg MW at surface with SABP of 440psi. At approximately 17:00 MST on 3/28 a surface expression of fluid was observed off pad indicating potential of broaching from this well. At this time, Devon proposes permanently abandoning this well with design to include pumping cement to isolate the Brushy from the Salado salt. See below WBD for pertinent depths and current asdrilled well status, and proposed abandonment design.

Generalized abandonment procedure is below for reference.

- Circulate cement (13.8ppg 150.3 bbls / 630 sks) down drillstring into annulus from 8,108' to 5,700' to isolate Bone Springs formations from Brushy, and permanently isolate drillstring from below.
- 2. Run WL to perforate drillpipe at approximately 4,000' and squeeze cement (14.8ppg 215.6 bbls / 910 sks) into annulus from 4,000' to 5,700' to permanently isolate Salado salt from Brushy.
- 3. Confirm well is controlled with no additional expression to surface and no flow observed above abandonment plugs
- 4. Retrieve drillpipe from 4000' to surface
- Perform additional cement plugging operations to place cement into surface casing to comply with NMOCD Title 19 Ch.

15 and 43 CFR 3172 regulations (details to follow in subsequent email).

Please respond to this email with approval to proceed with abandonment operations at your earliest convenience.

Thanks,

Dallas Milligan, P.E.

Drilling Engineer – Delaware <u>Dallas.Milligan@dvn.com</u>

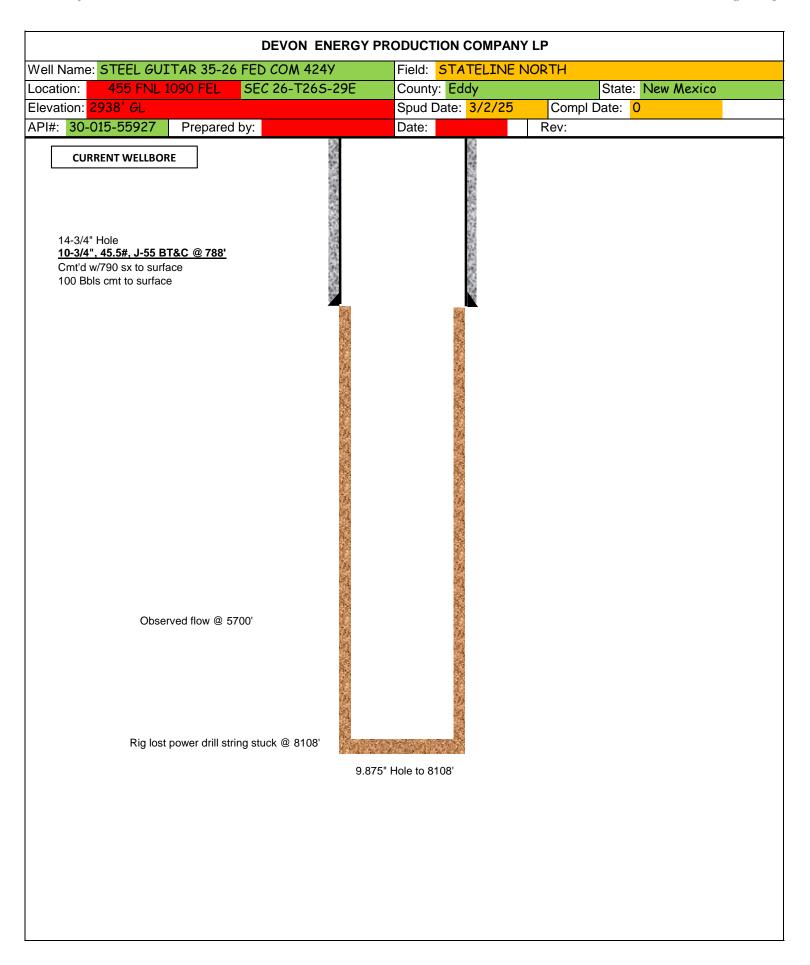
Cell: (405) 317-8910 Office: (405) 552-7846 <image001.png>

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Steel Guitar 35-26 Fed Com 424Y (P&A Final)

aevo	JII					
	HOLE	Cement Plug Notes		GEOLOGY	TVD	MD
	30			Conductor	106	
	14.75	Cement plug from surface to 295' (confirmed visually to surface)		Rustler	436'	436'
			75.0 bbl / 317 sks 14.8ppg Class C	10-3/4" 45.5# J-55 Surface Casing	78	88'
		Cement plug set from 295'-1500' (confirmed via tag)	76.0bbl / 480 sks 17.5ppg Class H	Salado	882'	882'
		Cement plug set from 2,512' to	76.0bbl / 480 sks 17.5ppg	Base of Salt	3,019'	3,060'
1.1		3,205' (confirmed via tag)	Class H	Delaware	3,039'	3,080'
		Top of drillpipe @ 3,205' Cement in DP ID from 4,425' to 5,300' (confirmed via tag)	19.4bbl / 104 sks 17.5ppg Class H	Brushy	5,155'	5,270'
	9.8	Cemented DP OD from 4,450' to 5,300' (confirmed via CBL) CIBP plug set in DP at 5,991' Bottom of drillpipe @ 6,018'	Multiple plugs and densities			
ш	9.875	TOF @ 6,019'	150.3bbl / 630 sks 13.8ppg			
		Cement from 6,003' to 8,108' (confirmed volumetrically)	Class C	1BSLM	6,795'	6,920'
		TOC in BHA at 6,650' (confirmed		Avalon	6,898'	7,023'
		volumetrically)		1BSSS	7,741'	7,866'
		Total depth 8,108' MD / 7,992' TVD		2BSLM	8,095'	8,220'



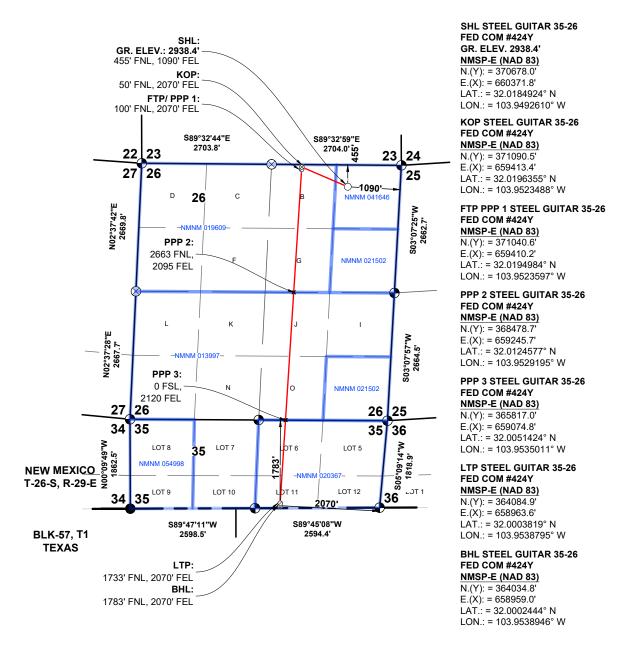
C-10	2		State of New Mexico Energy, Minerals & Natural Resources Department							Revised July 9, 2024	
Submit E	Electronically		Line			TION DIVISION		V Initial	X Initial Submittal		
Via OCD Permitting					Su				Amended Report		
							Type:	As Dri	*		
					******				AS DII	iled	
ADIN	1		D 1C 1			TION INFORMATION					
API Nun	15er)-015-559	27	Pool Code	98220	l F	Pool Name PURPLE SA	AGE; WOI	LFCAME	(GAS)		
Property			Property Na	ame					Well Number		
OCRID	Y.		O 4 N		STEEL GUI	TAR 35-26 FED CO	<u>M</u>			424Y	
OGRID 1	No. 24628	39	Operator N	ame	WPX ENER	RGY PERMIAN, LLO	2		Ground Level	938.4'	
Surface (Owner:	State Fee	Tribal	X Federal		Mineral Owner:	State F	ee 🔲 T	ribal X Federal		
					Surf	ace Location					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitu	ıde	Longitude	County	
_	26	26-S	29-E		455' FNL	1090' FEL	32.018		-103.949261	EDDY	
Α		20-3	29-⊏	<u> </u>		Hole Location	32°01'0	0.57	·103°56'57.34"	EDDT	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitu	ıde	Longitude	County	
LOT 11	35	26-S	29-E		1783' FNL	2070' FEL	32.000	244	-103.953895	•	
LOT II	35	20-5	29-⊑		1783 FINL	2070 FEL	32°00'0	0.88" -	·103°57'14.02"	EDDY	
Dedicate	d Acres	Infill or Definin	g Well	Defining V	Well API	Overlapping Spacing Un	nit (Y/N)	Consolidat	ion Code		
430	.41									_	
Order Nu	ımbers.					Well setbacks are under	Common Ow	nership:	Yes	No	
					Kick O	Off Point (KOP)	•				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitu 32.018		Longitude -103.949261	County	
Α	26	26-S	29-E		50' FNL	2070' FEL	32°01'0		103°56'57.34"	EDDY	
					First T	ake Point (FTP)	•				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitu		Longitude -103.952360	County	
В	26	26-S	29-E		100' FNL	2070' FEL			-103.932300 -103°57'08.49"	EDDY	
					Last Ta	ake Point (LTP)					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitu 32.000		Longitude -103.953879	County	
LOT 11	35	26-S	29-E		1733' FNL	2070' FEL	32°00'0		·103°57'13.97"	EDDY	
Unitized	Area or Area	of Uniform Inter	est	Spacing U	nit Type X H	orizontal	Groun	id Floor Elev N/A	ation:		
0.555		YO 1 MY 22 Y		•		[avmvmv	TV CO Y C				
OPERAT	OR CERTIF	ICATIONS				SURVEYOR CERTIFICA	TIONS				
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral					I hereby certify that the well surveys made by me or under my belief						
interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory' pooling order from the division.					v				S SEW	MEXICO Z	
					/ (27177)) S						
Amy A. Brown 04/22/2025 Signature Date					Signature and Seal of Profe JAMES C. TOMPKINS 27		yor	PROFITS OF Draft: FH!	IAL SURIE		
Amy	A. Brown	·				Date 04/01/2025	Job. No.: W	TC-56789	Draft: FH!		
Printed N	lame					Certificate Number	Date of Surv	vey			
amy.b	rown@dv	n.com				27117		OCT	OBER 28, 20)24	
Email A	ldress										

Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



SECTION: 26, T-26-S, R-29-E, N.M.P.M.

COUNTY: EDDY STATE: NEW MEXICO

DESCRIPTION: 455' FNL & 1090' FEL **OPERATOR: WPX ENERGY PERMIAN, LLC**

WELL NAME: STEEL GUITAR 35-26 FED COM #424Y

DUWI: WA018425587 UFID: AA000497611

WELL PAD: STEEL GUITAR 35-26 FED EAST PAD



WTC, INC. 405 S.W. 1st Street Andrews, TX 79714 (432) 523-2181

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Permanent Abandonment of Federal Wells Conditions of Approval (SKID)

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

The rig used for the plugging procedure cannot be released and moved off without the prior approval of the authorized officer. Failure to do so may result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Lea County, call 575-689-5981. Eddy County, please email notifications to: <u>BLM NM CFO PluggingNotifications@BLM.GOV</u>. The Eddy County inspector on call phone, 575-361-2822, will remain active as a secondary contact.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The BOP must be installed and maintained as per API and manufacturer recommendations. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of **fresh** water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. Any plug that requires a tag will have a minimum WOC time of 4 hours for Class C or accelerated cement (calcium chloride) and 6 hours for Class H. Tagging the plug means running in the hole with a string of tubing or drill pipe and placing sufficient weight on the plug to ensure its integrity. Other methods of tagging the plug may be approved by the BLM authorized officer or BLM field representative.

In lieu of a cement plug across perforations in a cased hole (not for any other plugs), a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient. Before pumping or bailing cement on top of CIBP, tag will be required to verify depth. Based on depth, a tag of the cement may be deemed necessary.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

Fluid used to mix the cement in R111Q shall be saturated with the salts common to the section penetrated, and in suitable proportions but not less than 1% and not more than 3% calcium chloride by weight of cement will be considered the desired mixture whenever possible.

6. Below Ground Level Cap (SKID): All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The BLM is to be notified BY PHONE (numbers listed in 2. Notifications) a minimum of 4 hours prior to the wellhead being cut off to verify that cement is to surface in the casing and all annuluses. Wellhead cut off shall commence within ten (10) calendar days of the well being plugged. If the cut off cannot be done by the 14th day, the BLM is to be contacted with justification to receive an extension for completing the cut off.

Upon the plugging and subsequent abandonment of well the casings shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be covered with a metal plate at least ¼ inch thick and welded in place. A weep hole shall be left in the plate and/or casing. The following information shall be permanently inscribed on the plate: well name and number, name of operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

NMOCD also requires the operator to notify NMOCD when this type of dry hole marker is used. This can be done on the subsequent report of abandonment which is submitted to the BLM after the well is plugged. State that a below ground cap was installed as required in the COA's from the BLM.

- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and three copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration will be required. See attached reclamation objectives.

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 492680

CONDITIONS

Operator:	OGRID:
WPX Energy Permian, LLC	246289
Devon Energy - Regulatory	Action Number:
Oklahoma City, OK 73102	492680
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Cre	ated By	Condition	Condition Date
go	cordero	This well was plugged without prior approval or notification to OCD.	8/14/2025