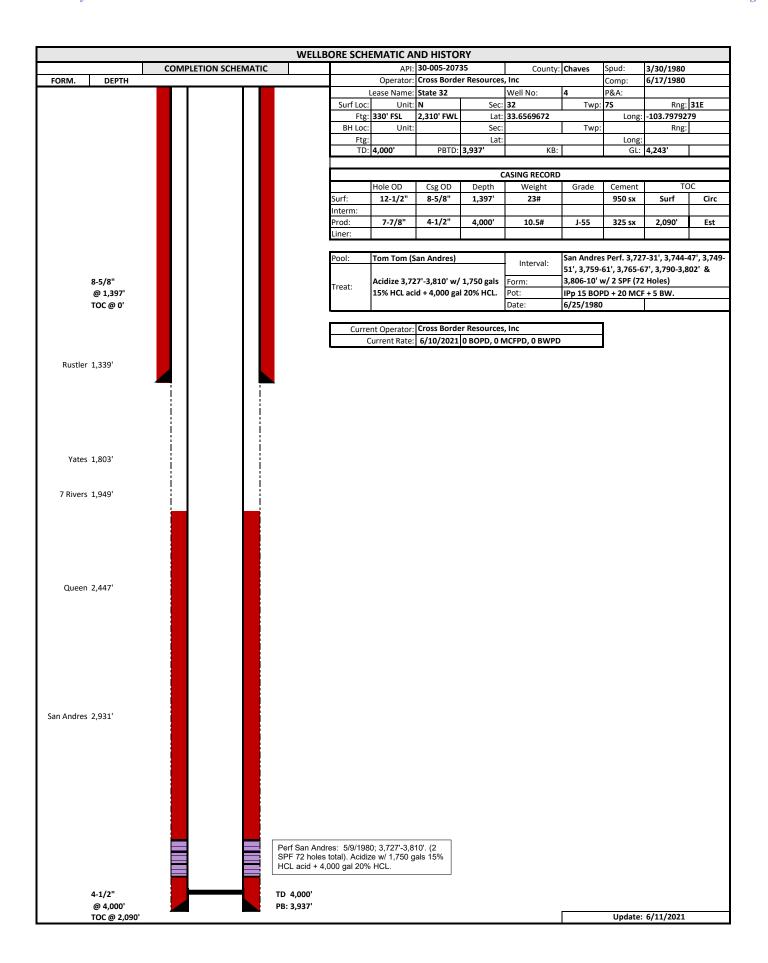
| Office District I - (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 311 S. First St., Arresia, NM 88210 District III - (505) 334-6178 1000 Rio Brazos Rd., Aztee, NM 87410 District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 Sundar Type of Lease STATE Sundar T | | | |
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| District II - (575) 748-1283 S11 S. First St., Artesia, NM 88210 District III - (505) 334-6178 1220 South St. Francis Dr. 1220 South St. Francis Dr. Santa Fe, NM 87505 5. Indicate Type of Lease STATE STATE FEE 6. State Oil & Gas Lease No. K-3754 STATE | | | |
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| STATE STATE FEE | | | |
| District IV – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: Oil Well | | | |
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| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data | | | |
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| | | | |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: | | | |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒ REMEDIAL WORK ☐ ALTERING CASING ☐ | | | |
| TEMPORARILY ABANDON | | | |
| PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB DOWNHOLE COMMINGLE | | | |
| CLOSED-LOOP SYSTEM | | | |
| OTHER: | | | |
| 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. | | | |
| | | | |
| SEE ATTACHED CURRENT WB DIAGRAM, PROPOSED PLUGGING PROCEDURE, AND PROPOSED | | | |
| P&A WB DIAGRAM. WILL UTILIZE CLOSED-LOOP SYSTEM WITH HAUL OFF TO GANDY | | | |
| MARLEY INC LANDFARM. J.A. DRAKE WELL SERVICE (OGRID NO 330485) TO PROVIDE | | | |
| PLUGGING SERVICES. | | | |
| ESTIMATED START DATE 08/27/2021 | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Spud Date: Rig Release Date: | | | |
| Spud Date: Rig Release Date: | | | |
| | | | |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. | | | |
| | | | |
| SIGNATURE AL BLACTITLE CHAIRMAN DATE 8/25/21 | | | |
| Type or print name <u>ALAN BARKSDALE</u> E-mail address: <u>ALAN@STONESTREET-</u> PHONE: <u>(501) 412-4097</u> GROUP.COM | | | |
| | | | |
| ADDROVED BY: $O \not \leftarrow -$ TITLE | | | |
| APPROVED BY: P Kauta TITLE DATE Conditions of Approval (if any): Notify Gilbert Cordero gilbert.cordero@state.nm.us and Kerry Fortner | | | |
| APPROVED BY: DATE DATE Conditions of Approval (if any) Notify Gilbert Cordero gilbert.cordero@state.nm.us and Kerry Fortner | | | |
| APPROVED BY: | | | |



DETAILED WELLBORE HISTORY

MWJ Producing Co.

Sec 32, T7S, R31E Spud 3/1980

8-5/8" @ 1,397' w/ 950 sx. TOC Surface.

4-1/2" @ 4,000' w/ 325 sx. TOC Est @ 2,090' based on gauge hole.

San Andres

6/1980 San Andres 3,727'-3,810'. (2 SPF 72 holes total).

Acidize San Andres $\frac{3,727'-3,810'}{4}$ w/ $\frac{1,750}{4}$ gals $\frac{15\%}{4}$ HCL acid $\frac{1}{4}$,000 gal $\frac{20\%}{4}$ HCL. 6/25/80 IPp 15 BOPD + 20 MCF + 5 BW.

Operator History 5/10/93: M MWJ Producing Co to Petroleum Development Corporation

9/1/02: Petroleum Developement Corporation to John R. Stearns DBA Stearns 11/16/10: Stearns to Doral Energy Corp

7/27/12: Doral Energy Corp to Cross Border Resources, Inc

Active - Cross Border Resources, Inc

6/10/2021 Avg 0 BOPD, 0 MCFPD & 0 BWPD

DOLP: 8/2020

Cross Border Resources, Inc. State 32 #4

330' FSL, 2,310' FWL Unit: N Sec: 32 Twp 7S, Rng 31E Chaves County, NM / API: 30-005-20735

Proposed Plug and Abandonment Procedure (Rev 9/13/21)

- 1. Hold pre-job safety meeting. Comply with all NMOCD safety and environmental regulations. Test rig anchors prior to moving in rig.
- 2. Check & record SI casing, tubing and bradenhead pressures.
- 3. RU blowdown lines from casing & tubing valves and begin blowing down casing & tubing into ½ frac tank. Kill well as necessary w/ 10 ppg BW. Ensure well is dead or on a vacuum.
- 4. MIRU WSU and associated P&A equipment.
- 5. RD BPU horsehead. Unseat pump and POOH w/ rods & pump laying down all equipment on wooden sills. Record accurate count of all rods by size / grade and pump.
- 6. ND WH, release possible TAC and NU manual BOP. Function test BOP.
- 7. TOOH with 2-3/8" tubing standing back in derrick. SLM 2-3/8" tubing. Report condition of 2-3/8" tubing to office to decide if utilize 2-3/8" production tubing as WS for P&A operations.
- 8. PU 3-7/8" bit + BS and RIH on 2-3/8" WS hydrotesting 2-3/8" WS to 4,000# to top perf @ 3,727'. POOH & SB 2-3/8" WS.
- 9. PU 4-1/2" CIBP & RIH on 2-3/8" WS to 3,677' (50' above T/perf). Set CIBP @ 3,677'.
- 10. RU PT. Load 4-1/2" casing. Close BOP rams & pressure test CIBP & casing to 800 psi. If casing does not test, notify office.

11. Plug 1 (CIBP & San Andres Formation Top 20 sx, 3,677' – 3,387')

Mix and pump 20 sx, 14.8 ppg, Class C Cement (1.32 cuft/sx - 26.4 cuft) and spot a balanced plug on top of CIBP @ 3,677'. Calculated TOC @ 3,387'.

PUH w/ tbg to 3,387'.

Rig up pump on tbg and circulate wellbore with 9.5 ppg salt gel (\pm 61 bbls) w/ returns to ½ frac tank. POOH w/ tbg standing back \pm 1,900' and laying down balance on wooden sills.

12. RU E-Line.

RIH w/ K-bars and tag TOC. Report to office.

Run CBL from TOC to Surface.

Report TOC to office for potential adjustment of sqz holes for Plug 2.

Cross Border Resources, Inc. State 32 #4 – Proposed P&A Procedure 9/13/21 – Page No 2

13. Plug 2 (Yates and Rustler Top and Surface Casing Shoe 200 sx 1,853'-1,389')

RIH w/ guns & perf 4-1/2" casing at 1,853'. POOH w/ WL.

RIH w/ Pkr on 2-3/8" WS. Set Pkr ± 100' above sqz perfs.

RU pump and pump into sqz perfs w/ FW to establish rate.

PUH w/ Pkr to \pm 1,070'.

Mix and pump 200 sx, 14.8 ppg, Class C Cement (1.32 cuft/sx - 264 cuft) and sqz into perfs at 1,853'.

Displace cement w/ FW to 1,239'.

SI Tbg & WOC.

Release Pkr and RIH to tag TOC no lower than 1,389'.

14. Plug 3 (Surface plug. 350' - surface, 100 sx.)

RU WL & Perf 4-1/2" csg @ 350'. POOH w/ WL.

Close BOP blind rams and open 8-5/8" x 4-1/2" annulus to ½ frac tank.

RU pump and pump into sqz perfs w/ FW to establish rate and circulate out $8-5/8" \times 4-1/2"$ annulus at surface.

Mix and pump 100 sx, 14.8 ppg, Class C Cement (1.32 cuft/sx - 132 cuft) down 4-1/2" casing from surface w/ returns out 8-5/8" x 4-1/2" annulus.

Circulate minimum 5 sx good quality cement to surface out 8-5/8" x 4-1/2" annulus.

SWI w/ 4-1/2 casing filled w/ cement.

Open BOP to confirm cement inside 4-1/2" casing at surface.

If cement falls top off cement as required.

- 15. ND BOP and WH valves.
- 16. RD WSU and associated plugging equipment.
- 17. Cut off wellhead minimum 36" below GL.

Install P&A marker to comply with regulations.

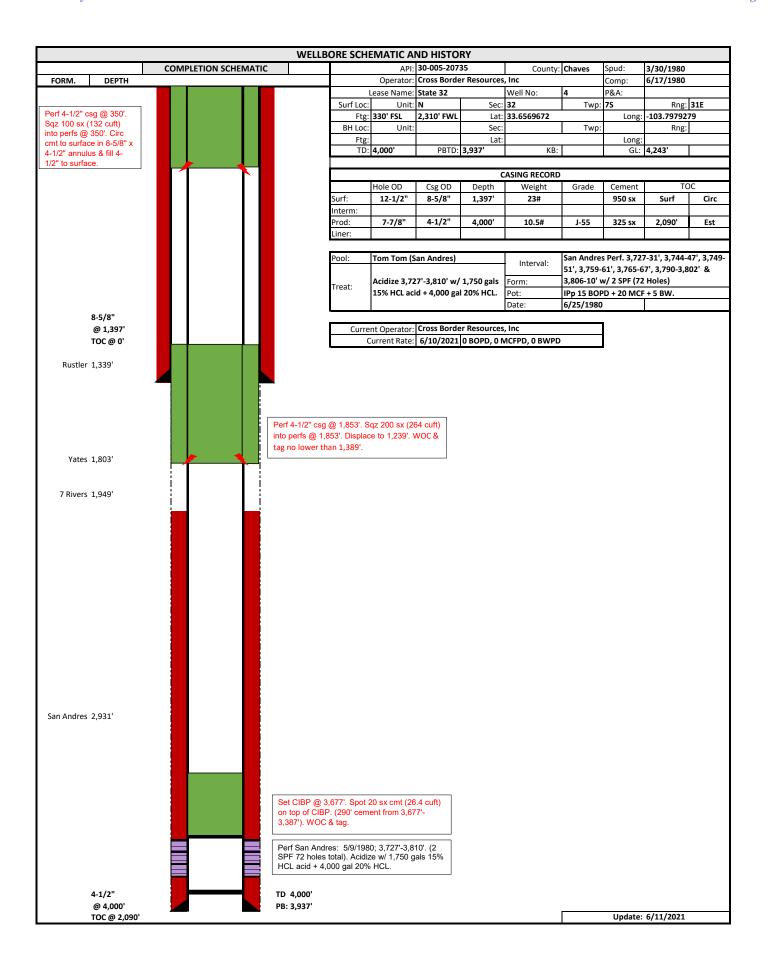
Record GPS coordinate for P&A marker & photograph P&A marker in place.

Fill cellar.

Cut off WSU anchors minimum 36" below GL.

Back drag location.

Remove all trash.



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 49245

CONDITIONS

| Operator: | OGRID: |
|------------------------------|-------------------------------------|
| CROSS BORDER RESOURCES, INC. | 286614 |
| 14282 Gillis Road | Action Number: |
| Farmers Branch, TX 75244 | 49245 |
| | Action Type: |
| | [C-103] NOI Plug & Abandon (C-103F) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|---|----------------|
| pkautz | Notify Gilbert Cordero gilbert.cordero@state.nm.us and Kerry Fortner Kerry.fortner@state.nm.us at least 24 hours prior to commencing plugging operations. | 9/15/2021 |