

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

Lease Number: JIC40

Sundry Print Report

Unit or CA Number:

Well Name: JICARILLA APACHE D Well Location: T23N / R5W / SEC 2 / County or Parish/State: RIO

SESW / ARRIBA / NM

Well Number: 2 Type of Well: CONVENTIONAL GAS Allottee or Tribe Name:

Unit or CA Name:

WELL JICARILLA APACHE

US Well Number: 3003921215 Well Status: Gas Well Shut In Operator: DJR OPERATING LLC

Notice of Intent

Sundry ID: 2679648

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 06/29/2022 Time Sundry Submitted: 11:47

Date proposed operation will begin: 06/29/2022

Procedure Description: This request is being submitted for engineering & geological review prior to onsite inspection as approved by Dave M. of the BLM. DJR Operating, LLC requests permission to Plug & Abandon the subject well according to the attached Procedure, Current & Proposed Wellbore Diagram.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

NOI_PA_BLM_Submittal_20220629114705.pdf

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eived by OCD: 7/18/2022 12:25:26 PM Well Name: JICARILLA APACHE D

Well Location: T23N / R5W / SEC 2 /

SESW /

County or Parish/State: Rige 2 of

ARRIBA / NM

Well Number: 2

Type of Well: CONVENTIONAL GAS

Allottee or Tribe Name: JICARILLA APACHE

Lease Number: JIC40

Unit or CA Name:

Unit or CA Number:

US Well Number: 3003921215

Well Status: Gas Well Shut In

Operator: DJR OPERATING LLC

Conditions of Approval

Additional

General_Requirement_PxA_20220718113040.pdf

2679648_NOIA_D_2_3003921215_KR_07182022_20220718113021.pdf

Jicarilla_Apache_D___2_Geo_Rpt_20220718095522.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 29, 2022 11:47 AM

Name: DJR OPERATING LLC Title: Regulatory Specialist Street Address: 1 Road 3263

State: NM City: Aztec

Phone: (505) 632-3476

Email address: sford@djrllc.com

Field

Representative Name:

Street Address:

City: State:

Phone:

Email address:

BLM Point of Contact

Signature: Kenneth Rennick

BLM POC Name: KENNETH G RENNICK BLM POC Title: Petroleum Engineer

BLM POC Phone: 5055647742 BLM POC Email Address: krennick@blm.gov

Disposition: Approved Disposition Date: 07/18/2022

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Zip:

Plug and Abandonment Procedure

for

DJR Operating, LLC
Jicarilla Apache D 2
API 30-039-21215

SE/SW, Unit N, Sec. 2, T23N, R5W

Rio Arriba County, NM

NOTE: The primary cement job in 1976 yielded sporadic results. Unless otherwise and clearly indicated by the original CBL on file, DJR will be placing inside/outside plugs across all intervals. If a rate cannot be established into perf holes, a balanced plug will be set, and as much cement as possible squeezed. The casing will then be shut in with pressure, and after the prescribed WOC time, the TOC will be tagged.

I.

- 1. Hold Pre job meeting, comply with all NMOCD, BLM and environmental regulations.
- 2. MIRU.
- 3. Check and record tubing, casing and bradenhead pressures.
- 4. Remove existing piping from casing valve, RU blow lines from casing valves and blow down casing pressure. Kill well as necessary. Ensure that well is dead or on a vacuum.
- 5. ND WH, NU BOP, function test BOP.
- 6. Trip out of hole with 1-1/4" IJ tubing. LD tubing to be sent in for storage/salvage.
- 7. RU Pump, pit, and power swivel. PU 3-blade mill and 4x3-1/8" drill collars on workstring. TIH to 2500', mill up CIBP and push to bottom. TOOH.
- 8. Plug 1: Top of original Dakota cement plug: Spot blind plug from near top of milled-up CIBP to at least 6625'. Pump water to ensure tubing is clear. WOC. Tag TOC.
- 9. Plug 2: Gallup top: Perf holes at 5502'. Set CR near 5452'. Attempt to establish rate. Mix and pump sufficient volume to bring TOC to 5402', inside and outside. Pump water to ensure tubing is clear.

- 10. Plug 3: Mancos top: Perforate holes at 4702'. Set CR near 4652'. Attempt to establish rate. Mix and pump sufficient volume to bring TOC to 4602', inside and outside. Pump water to ensure tubing is clear.
- 11. Plug 4: Mesa Verde: Perforate holes at 3815'. Set CR near 3765'. Attempt to establish rate. Mix and pump sufficient volume to bring TOC to 3715', inside and outside. Pump water to ensure tubing is clear.
- 12. Plug 5: Chacra: Mix and pump a balanced plug from 3130-3030'. Pump water to ensure tubing is clear.
- 13. Plug 6: Pictured Cliffs perfs and top: Set CR near 2270'. Attempt to establish rate. Mix and pump and attempt to squeeze below and spot above CR sufficient volume to bring TOC to 2220', inside and outside.
- 14. ,Plug 7: Fruitland, Kirtland, and Ojo Alamo: Perf holes at 2002'. Set CR near 1952'. Attempt to establish rate. Mix and pump sufficient volume to bring TOC to 1679', inside and outside. Pump water to ensure tubing is clear.
- 15. Plug 8: Nacimiento, surface casing shoe, surface plug: Perf holes at 446'. Attempt to establish rate. Mix and pump sufficient volume to bring TOC to surface, inside and outside.
- 16. RD cementing equipment. Cut off wellhead, fill any exposed annulus with cement as necessary. **Install SURFACE P&A marker as per BIA requirements.** Record GPS coordinates for P&A marker and the Final P&A Report. Photograph the P&A marker and attach to the report.
- 17. RD and MO all rig and cement equipment. Assure that location is free of trash and contamination before moving off.
- 18. Send all reports and attachments to DJR Aztec office for regulatory filings.

Note: All cement is to be Class G mixed at 15.8 ppg, yield 1.15 cu ft / sx. Cement volumes are based on inside capacities + 50' excess and outside capacities + 100% excess.

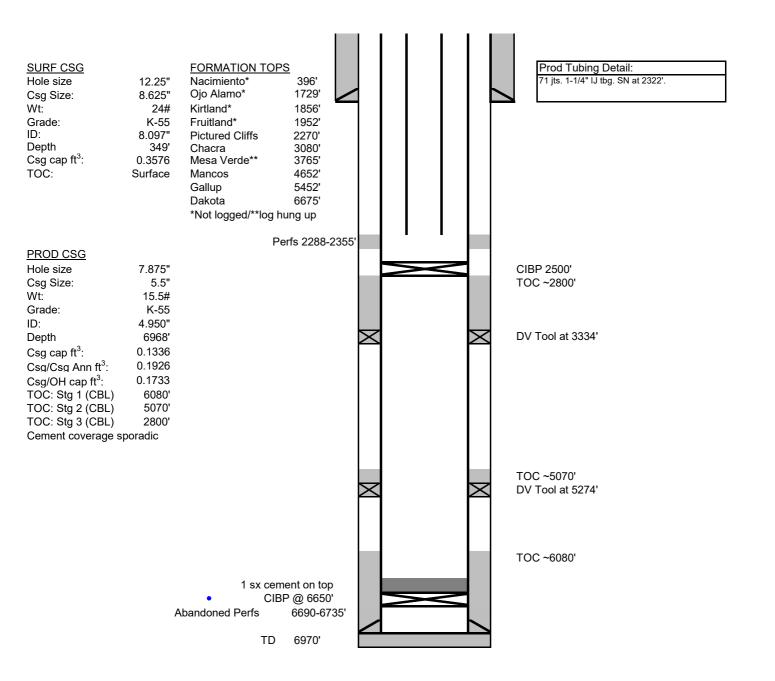
Surface PxA marker is to be installed at surface, 12"x18", and exposed at the reclaimed GL surface.

Current Wellbore Diagram

DJR Operating, LLC Jicarilla Apache D 2

API # 30-039-21215 SE/SW, Unit N, Sec 2, T23N, R5W Rio Arriba County, NM

GL 6736' KB 6750' Spud Date 6/13/1976



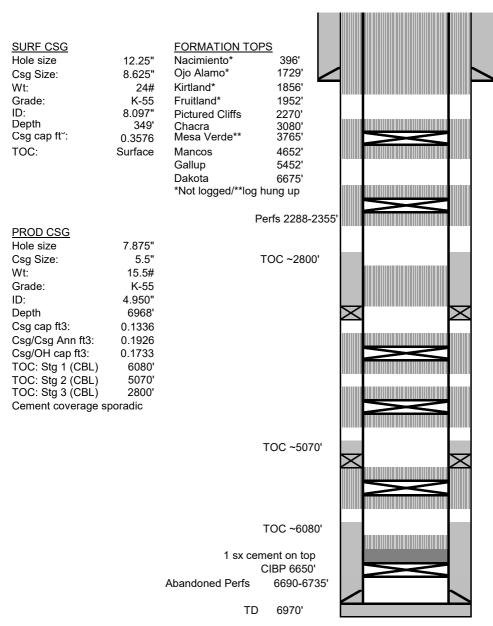
Proposed P&A Wellbore Diagram

DJR Operating, LLC

Jicarilla Apache D 2

API # 30-039-21215 SE/SW, Unit N, Sec 2, T23N, R5W Rio Arriba County, NM

GL 6736' KB 6750' Spud Date 6/13/1976



Plug 8: Nacimiento, surface casing shoe, surface plug: Perf holes at 446'. Mix and pump sufficient volume to bring TOC to surface, inside and outside.

Plug 7: Fruitland, Kirtland, and Ojo Alamo: Perf holes at 2002'. Set CR near 1952'. Mix and pump sufficient volume to bring TOC to 1679', inside and outside.

Plug 6: Pictured Cliffs: Set CR near 2270'. Mix and pump, and attempt to place sufficient volume into existing pefrs to bring TOC to 2220', inside and outside

Plug 5: Chacra: Mix and pump balanced plug from 3130-3030'.

DV Tool at 3334'

Plug 4: Mesa Verde: Perf holes at 3815'. Set CR near 3765'. Mix and pump sufficient volume to bring TOC to 3715', inside and outside.

Plug 3: Mancos: Perf holes at 4702'. Set CR near 4652'. Mix and pump sufficint volume to bring TOC to 4602', inside and outside.

DV Tool at 5274'

Plug 2: Gallup: Perf holes at 5502'. Set CR near 5452'. Mix and pump sufficint volume to bring TOC to 5402', inside and outside.

Plug 1: Tag TOC above existing CR. Spot blind plug above milled-up CR to bring TOC to at least 6625'

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2679648

Attachment to notice of Intention to Abandon

Well: Jicarilla Apache D 2

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence at (505) 564-7750.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.

K. Rennick 7/18/2022

GENERAL REQUIREMENTS FOR PERMANENT ABANDONMENT OF WELLS ON FEDERAL AND INDIAN LEASES FARMINGTON FIELD OFFICE

- 1.0 The approved plugging plans may contain variances from the following <u>minimum general</u> requirements.
 - 1.1 Modification of the approved plugging procedure is allowed only with the prior approval of the Authorized Officer, Farmington Field Office.
 - 1.2 Requirements may be added to address specific well conditions.
- 2.0 Materials used must be accurately measured. (densometer/scales)
- 3.0 A tank or lined pit must be used for containment of any fluids from the wellbore during plugging operations and all pits are to be fenced with woven wire. These pits will be fenced on three sides and once the rig leaves location, the fourth side will be fenced.
 - 3.1 Pits are not to be used for disposal of any hydrocarbons. If hydrocarbons are present in the pit, the fluids must be removed prior to filling in.
- 4.0 All cement plugs are to be placed through a work string. Cement may be bull-headed down the casing with prior approval. Cement caps on top of bridge plugs or cement retainers may be placed by dump bailer.
 - 4.1 The cement shall be as specified in the approved plugging plan.
 - 4.2 All cement plugs placed inside casing shall have sufficient volume to fill a minimum of 100' of the casing, or annular void(s) between casings, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.3 Surface plugs may be no less than 50' in length.
 - 4.4 All cement plugs placed to fill annular void(s) between casing and the formation shall be of sufficient volume to fill a minimum of 100' of the annular space plus 100% excess, calculated using the bit size, or 100' of annular capacity, determined from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug.
 - 4.5 All cement plugs placed to fill an open hole shall be of sufficient volume to fill a minimum of 100' of hole, as calculated from a caliper log, plus an excess volume sufficient to provide for 50 linear feet of fill above the plug. In the absence of a caliper log, an excess of 100% shall be required.
 - 4.6 A cement bond log or other accepted cement evaluation tool is required to be run if one had not been previously ran or cement did not circulate to surface during the original casing cementing job or subsequent cementing jobs.

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- 5.0 All cement plugs spotted across, or above, any exposed zone(s), when; the wellbore is not full of fluid or the fluid level will not remain static, and in the case of lost circulation or partial returns during cement placement, shall be tested by tagging with the work string.
 - 5.1 The top of any cement plug verified by tagging must be at or above the depth specified in the approved plan, without regard to any excess.
 - 5.2 Testing will not be required for any cement plug that is mechanically contained by use of a bridge plug and/or cement retainer, if casing integrity has been established.
 - 5.3 Any cement plug which is the only isolating medium, for a fresh water interval or a zone containing a prospectively valuable deposit of minerals, shall be tested by tagging.
 - 5.4 If perforations are required below the surface casing shoe, a 30 minute minimum wait time will be required to determine if gas and/or water flows are present. If flow is present, the well will be shut-in for a minimum of one hour and the pressure recorded. Short or long term venting may be necessary to evacuate trapped gas. If only a water flow occurs with no associated gas, shut well in and record the pressures. Contact the Engineer as it may be necessary to change the cement weight and additives.
- 6.0 Before setting any cement plugs the hole needs to be rolled. All wells are to be controlled by means of a fluid that is to be of a weight and consistency necessary to stabilize the wellbore. This fluid shall be left in place as filler between all plugs.
 - 6.1 Drilling mud may be used as the wellbore fluid in open hole plugging operations.
 - 6.2 The wellbore fluid used in cased holes shall be of sufficient weight to balance known pore pressures in all exposed formations.
- 7.0 A blowout preventer and related equipment (BOPE) shall be installed and tested prior to working in a wellbore with any exposed zone(s); (1) that are over pressured, (2) where the pressures are unknown, or (3) known to contain H_2S .
- 8.0 Within 30 days after plugging work is completed, file a Sundry Notice, Subsequent Report of Abandonment (Form 3160-5), five copies, with the Field Manager, Bureau of Land Management, 6251 College Blvd., Suite A, Farmington, NM 87402. The report should show the manner in which the plugging work was carried out, the extent, by depth(s), of cement plugs placed, and the size and location, by depth(s), of casing left in the well. Show date well was plugged.
- 9.0 All permanently abandoned wells are to be marked with a permanent monument as specified in 43 CFR 3162.6(d). Unless otherwise approved.
- 10.0 If this well is located in a Specially Designated Area (SDA), compliance with the appropriate seasonal closure requirements will be necessary.

All of the above are minimum requirements. Failure to comply with the above conditions of approval may result in an assessment for noncompliance and/or a Shut-in Order being issued pursuant to 43 CFR 3163.1. You are further advised that any instructions, orders or decisions issued by the Bureau of Land Management are subject to administrative review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 and 43 CFR 4.700.

(October 2012 Revision)

		D	LIVI - FFU	- Geolog	lic Keboi	ι		
						Date Com	pleted	7/13/2022
Well No.	Jicarilla Apache	e D	#2	Surf. Loc. Sec.	990 2	FSL T23N	1650	FWL R5W
Lease No. Operator TVD Elevation	Jic 40 DJR Operating 6970 GL	LLC PBTD 6736	2500	County Formation Elevation	Rio Arriba Ballard Pio Est. KB	tured Cliffs 6750	State	New Mexico
Geologic San Jose	Formations	Est. tops Surface	Subsea El	ev.		Remarks Surface		
Nacimiento Fm.		396	6354			Fresh water	er sands	
Ojo Alamo Ss		1755				Aquifer (fre	esh water)	
Kirtland Fm.		1920						
		1985				• .	ossible wat	er
		2240 2415				Probable v	vater	
		2605				Reference	hed	
Chacra (Upper)		2735					vater or dry	
		2800						
•		3040	3710			Probable v	vater or dry	
Lewis Sha	lle Stringer	3440	3310					
		3765					vater or gas	
Menefee		3885					ater/possible	e gas
Point Lookout Fm.		4370				Water	.1.	
Mancos Shale		4652				Source Ro	CK	
		5030				0&G		
		5110 5452				O&G O&G		
Gallup (bottom)		5452 5710				O&G		
Gallup (bottom) Mancos Stringer		5710 5710				Odo		
Juana Lopez		6120						
·		6280						
<u> </u>		6450						
Graneros 6575		175						
Dakota Ss	3	6675	75			O&G		
Remarks:							Reference	:Wells:
						Surface-Lev DJR Operat Axi Apache 1000' FSL, 3O-23N-5W GL= 6668', Huerfanito E Same	ing LLC C # 12 1660' FEL	

Prepared by: Walter Gage

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 126306

CONDITIONS

Operator:	OGRID:
DJR OPERATING, LLC	371838
1 Road 3263	Action Number:
Aztec, NM 87410	126306
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	7/19/2022
kpickford	Adhere to BLM approved plugs and COAs. See GEO Report	7/19/2022