

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

Well Name: WHITLEY	Well Location: T27N / R9W / SEC 9 / SWSW / 36.58426 / -107.79833	County or Parish/State: SAN JUAN / NM
Well Number: 2	Type of Well: OTHER	Allottee or Tribe Name:
Lease Number: NMNM02294	Unit or CA Name:	Unit or CA Number:
US Well Number: 3004506610	Well Status: Producing Gas Well	Operator: HILCORP ENERGY COMPANY

Notice of Intent

Sundry ID: 2681515

Type of Submission: Notice of Intent

Type of Action: Plug and Abandonment

Date Sundry Submitted: 07/12/2022

Time Sundry Submitted: 11:05

Date proposed operation will begin: 07/26/2022

Procedure Description: Hilcorp Energy Company requests permission to P&A the subject well per the attached procedures, current and proposed wellbore schematics. The Pre-Disturbance Site Visit was held on 7/11/22 with Roger Herrera/BLM. The Re-Vegetation Plan is attached. A closed loop system will be used.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Whitley_2_Final_Reclamation_Plan_20220712110447.pdf

Plug_and_Abandonment_Procedure___Whitley_2_20220712110447.pdf

Well Name: WHITLEY

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US Well Number: 3004506610

Well Status: Producing Gas Well

Operator: HILCORP ENERGY COMPANY

Conditions of Approval

Additional

General_Requirement_PxA_20220721132441.pdf

2681515_NOIA_2_3004506610_KR_07212022_20220721132357.pdf

27N09W09MKpc_Whitley_2_20220721112737.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: KANDIS ROLAND

Signed on: JUL 12, 2022 11:04 AM

Name: HILCORP ENERGY COMPANY

Title: Operation Regulatory Tech

Street Address: 382 Road 3100

City: Farmington

State: NM

Phone: (505) 599-3400

Email address: kroland@hilcorp.com

Field

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:

BLM Point of Contact

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: 07/21/2022

Signature: Kenneth Rennick

Plug and Abandonment - NOI

Whitley 2

API # - 3004506610

Procedure:

Hold PJSM prior to beginning any and all operations. Properly document all operations via the JSA process. Ensure that all personnel onsite abide by HEC safety protocol, including PPE, housekeeping, and standard guidelines.

Verify cathodic protection is off and wellhead instrumentation is properly disconnected from the wellhead. Comply with all NMOCD, BLM, and HEC safety and environmental regulations.

Verify there is no H2S present prior to beginning operations. If any H2S is present, take the necessary actions to ensure that the location is safe prior to beginning operations.

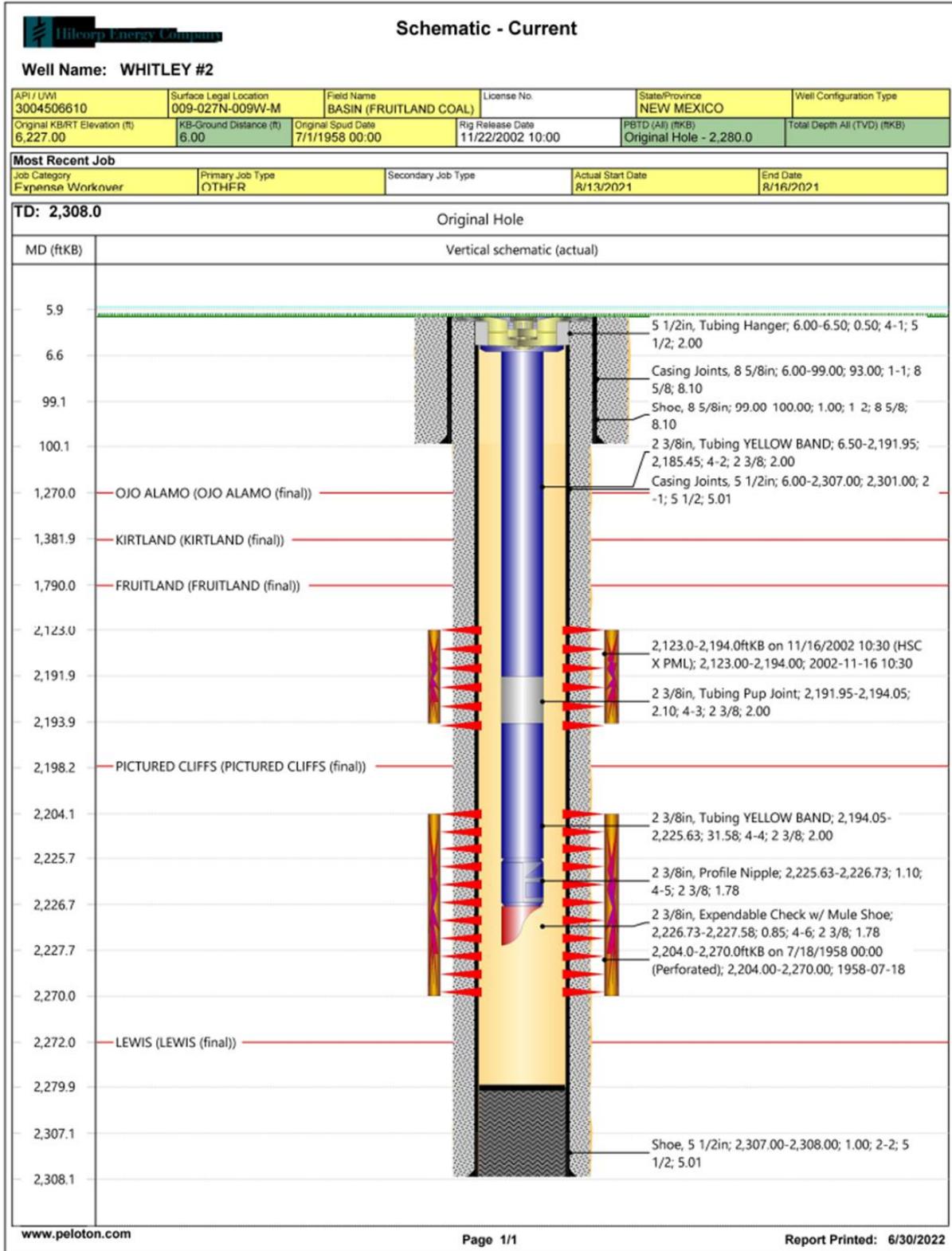
Observe and record pressures across all string daily, prior to beginning operations.

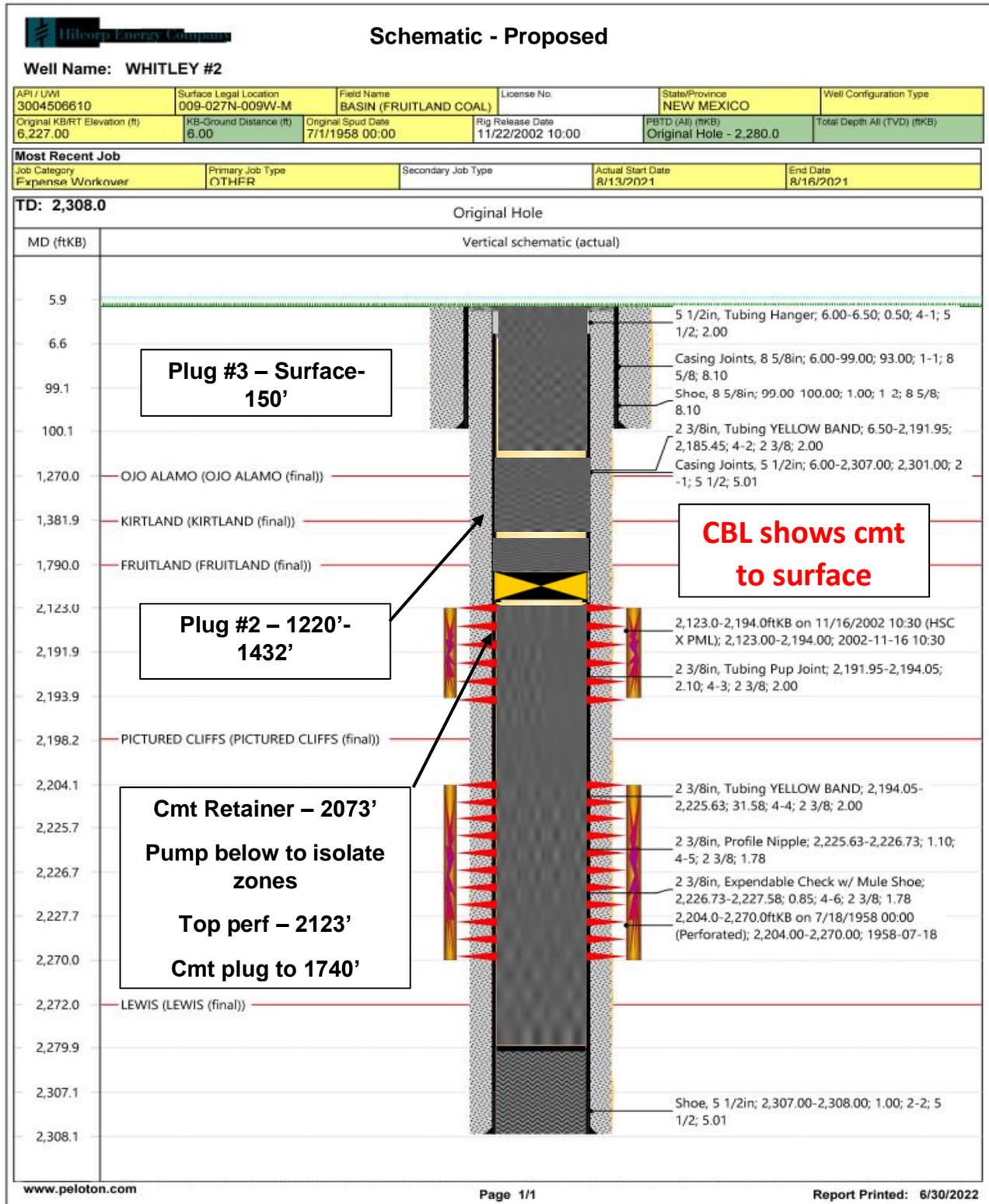
Remember to notify NMOCD 24 hours prior to starting operations on location.

NOTE: This procedure is contingent upon P&A sundry approval by NMOCD. All cement volumes use 100% excess outside pipe and 50' excess inside (unless otherwise stated). All cement will be Class G, mixed at 15.8 ppg w/ a 1.15 cf/sx yield. The stabilizing wellbore fluid will be an 8.3 ppg fluid, sufficient to balance all exposed formation pressures.

1. This project will use a steel tank to handle waste fluids circulated from the well and cement wash up.
2. Test anchors if not using a base beam. Comply with all NMOCD, BLM, and HEC safety regulations. MIRU and conduct safety meeting for all personnel on location.
3. Record casing, tubing, and bradenhead pressures. Remove existing piping on casing valve. RU blow lines from casing valves and begin BD casing pressure. Kill well with water as necessary. Ensure well is dead or on a vacuum.
4. ND wellhead and NU BOP. Function test BOP. RU floor and 2 3/8" handling tools.
5. TOOH and tally 2-3/8" tubing inspecting each joint (2227').
6. TIH w/ CICR and set at 2073'. Pump 50 sx of cement below in order to isolate zones below. Cap CICR w/ 40 sx of cement to cover Fruitland Coal Top. **(Pictured Cliffs Top: 2198' Pictured Cliffs Perforations: 2204' – 2270' Fruitland Coal Top: 1790' Fruitland Coal Perforations: 2123' – 2194')**.
7. CBL shows cement to surface so all plugs will be inside only.
8. TIH open ended to 1432'.

9. **Plug #2, 1432' – 1220' (Kirtland Top: 1382' Ojo Alamo Top: 1270')** Mix & pump 26 sxs of Class G cement and spot a balanced plug to cover the Kirtland and Ojo Alamo tops.
10. LD tubing to 150'.
11. **Plug #3, 150' – Surface (Surface Shoe: 100')** Mix & pump 18 sxs of Class G cement and spot a balanced plug to cover the surface casing shoe.
12. LD the rest of the tubing.
13. Ensure we have a good Bradenhead test where no communication is seen before cutting off the wellhead.
14. ND BOP and cut off wellhead below surface casing flange per regulation. Top off w/ cement if needed. Install PxA marker w/ cement to comply w/ regulations.
15. RD, MOL and cut off anchors. Restore location per BLM stipulations.





Hilcorp Energy
P&A Final Reclamation Plan
Whitley 2
API: 30-045-06610
T27N-R9W-Sec.9-M
LAT: 36.58426 LONG: -107.79833 NAD 27
Footage: 890' FSL & 1090' FWL
San Juan County, NM

1. PRE- RECLAMATION SITE INSPECTION

A pre-reclamation site inspection was completed with Roger Herrera from the BLM and Dale Crawford, Hilcorp Energy SJ South Construction Foreman, on July 11, 2022.

2. LOCATION RECLAMATION PROCEDURE

1. Reclamation work will begin in the Fall.
2. Removal of all equipment, anchors, flowlines, cathodic, and pipelines.
3. All trash and debris will be removed within a 50' buffer outside of the location disturbance during reclamation.
4. Close out BGT that are currently on location when results are clear.
5. Harvest meter run and riser to be removed.
6. Push fill from North side back in to cut slope on the South side.
7. Establish access through location at toe of slope to the South of the P&A marker.
8. Reclaim area that is disturbed by the removal of equipment and mats.
9. Remove all gravel from berms, pads, and meter run and use on lease road where needed or contact landowner near pad.

3. SEEDING PROCEDURE

1. A sagebrush grass mix will be used for all reclaimed and disturbed areas of the well pad.
2. Drill seed will be done where applicable and all other disturbed areas will be broadcast seeded and harrowed. Broadcast seeding will be applied at a double the rate of seed.
3. Timing of the seeding will be when the ground is not frozen or saturated.

4. WEED MANAGEMENT

1. No action is required at this time for weed management, no noxious weeds were identified during this onsite.

**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 minimum general 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.**

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 H₂S.

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)

**UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
FARMINGTON DISTRICT OFFICE
6251 COLLEGE BLVD.
FARMINGTON, NEW MEXICO 87402**

AFMSS 2 Sundry ID 2681515

Attachment to notice of Intention to Abandon

Well: Whitley 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 7/21/2022

**BLM FLUID MINERALS
P&A Geologic Report**

Date Completed: 07/21/2022

Well No. Whitley #2 (API# 30-045-06610)	Location	890	FSL	&	1090	FWL
Lease No. NMNM02294	Sec. 09	T27N			R09W	
Operator Hilcorp Energy Company	County	San Juan		State	New Mexico	
Total Depth 2308'	PBTD 2280'	Formation Pictured Cliffs/Fruitland Coal				
Elevation (GL)		Elevation (KB) 6229'				

Geologic Formations	Est. Top	Est. Bottom	Log Top	Log Bottom	Remarks
San Jose Fm					
Nacimiento Fm			Surface	1270	Surface/possible freshwater sands
Ojo Alamo Ss			1270	1382	Aquifer (possible freshwater)
Kirtland Shale			1382	1790	Possible gas
Fruitland Fm			1790	2198	Coal/Gas/Water
Pictured Cliffs Ss			2198	2272	Gas
Lewis Shale			2272	PBTD	
Chacra					
Cliff House Ss					
Menefee Fm					
Point Lookout Ss					
Mancos Shale					
Gallup					
Greenhorn					
Graneros Shale					
Dakota Ss					
Morrison Fm					

Remarks:

P & A

- The plugs proposed in the P&A procedure will adequately protect any freshwater sands in this well bore.
- Pictured Cliffs perms 2204' – 2270'.
- Fruitland Coal perms 2123' – 2194'.

Reference Well:

1) **Formation Tops**
Same

Prepared by: *Chris Wenman*

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 139428

CONDITIONS

Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171
	Action Number: 139428
	Action Type: [C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	8/30/2022
kpickford	Adhere to BLM approved COAs and plugs. See GEO report	8/30/2022