Received by OCD: 4/3/2023 3:51:17 Submit Y Copy To Appropriate District Office	Diate of New Mexic		Form C-103
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural	Resources	WELL API NO.
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION D		30-005-20607 5. Indicate Type of Lease
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis		STATE STEE
District IV – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 8750	5	6. State Oil & Gas Lease No.
SUNDRY NOT (DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPLI	ICES AND REPORTS ON WELLS OSALS TO DRILL OR TO DEEPEN OR PLUG F CATION FOR PERMIT" (FORM C-101) FOR S		7. Lease Name or Unit Agreement Name Graves
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well Other		8. Well Number 007
Name of Operator Cano Petro on NM. INC			9. OGRID Number 248802
3. Address of Operator 801 Cherry Street Unit 25 Suite	3200 Fort Worth, Texas 76102		10. Pool name or Wildcat Cato; San Andres
4. Well Location	1000	1 ((0 0	
Unit Letter I Section 6	1980feet from theS line Township 08S F	e and _660_feet i Range 31E	from theE line NMPM County Chaves
Section	11. Elevation (Show whether DR, RK		Antonia Control of the Control of th
NOTICE OF IN	Appropriate Box to Indicate Natu	SUBS	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING	CHANGE PLANS	EMEDIAL WORK OMMENCE DRIL ASING/CEMENT	LLING OPNS. P AND A
DOWNHOLE COMMINGLE CLOSED-LOOP SYSTEM	_	ASING/CEMENT	30B
OTHER:	O	THER:	
	ork). SEE RULE 19.15.7.14 NMAC. F		I give pertinent dates, including estimated date inpletions: Attach wellbore diagram of
NMOCD plans to plug this	well in accordance with the attached pro	cedure and any a	agreed modifications there to.
		4	PPROVED
		Not don	cify OCD 24 hrs. prior to any work
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	of my knowledge	e and belief.
SIGNATURE EHLDW	TITLE Authorized I	Representative	DATE 3/28/23
Type or print name Ethan Wakefie For State Use Only	ld E-mail address: <u>e.w</u>	/akefield@dwsri	gs.com PHONE: 405 343 7736
APPROVED BY: Conditions of Approval (if any):	TITLE Petro	oleum Speciali	stDATE4/21/23

Cano Petro Inc.

Plug And Abandonment Procedure Graves #007

1980' FSL & 660' FEL, Section 6, 8S, 31E Chaves County, NM / API 30-005-20607

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM safety and environmental regulations. Test rig anchors prior to moving in rig if not rigged to base beam.
- 2. Check casing, tubing, and Bradenhead pressures.
- 3. Remove existing piping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well as necessary. Ensure well is dead or on a vacuum.
- 4. ND wellhead and NU BOP. Function test BOP.
- 5. P/U 4-1/2" bit or casing scraper on 2-3/8" work string and round trip as deep as possible above top perforation at 3,652'.
- 6. P/U 4-1/2" CR, TIH and set CR at +/- 3,602'. Pressure test tubing to 1000 psi. Sting out of CR. Load hole, and pressure test casing to 800 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. POOH w/ tubing.
- 7. RU wireline and run CBL with 500 psi on casing from CR at 3,602' to surface to identify TOC. Adjust plugs as necessary for new TOC. Email log copy to

Brandon Powell at <u>Brandon.powell@state.nm.us</u> upon completions of logging operations.

- 8. Rig up to pump cement down tubing. Pump water to establish rate down tubing.
- 9. Circulate wellbore with 9.5 ppg salt gel.

NOTE: All Plugs Include 100% excess outside casing and 50% Excess inside casing

10. Plug 1 (San Andres Perforations and formation top 3,602'-2,830', 60 Sacks Type I/II Cement)

Mix 60 sx Type I/II cement and spot a balanced plug inside casing to cover the San Andres perforations and formation top.

11. Plug 2 (Queen, 7 Rivers and Yates Formation Tops 2,548'-1,778', 60 Sacks Type I/II Cement)

Mix 60 sx Type I/II cement and spot a balanced plug inside casing to cover the Queen, 7 Rivers, and Yates formation tops.

12. Plug 3 (Rustler Formation Top and Intermediate Casing Shoe 1,457'-1,178', 53 Sacks Type I/II Cement)

Mix 53 sx Type I/II cement and spot a balanced plug inside casing to cover the Rustler formation top and intermediate casing shoe.

13. Plug 4 (Surface Casing Shoe 321'-Surface, 101 Sacks Type I/II Cement)

Attempt to pressure test the bradenhead annulus to 300 psi; note the volume to load. If BH annulus holds pressure, then establish circulation out casing valve with water. Mix approximately 101 sx cement and spot a balanced plug from 321' to surface, circulate good cement out of casing valve. TOH and LD tubing. Shut well in and WOC. If BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the

- casing from 321' and the annulus from the squeeze holes to surface. Shut in well and WOC.
- 14. ND cementing valves and cut off wellhead. Fill annuli with cement as necessary. Install P&A marker to comply with regulations. Record GPS coordinate for P&A marker on tower report. Photograph P&A marker in place. RD, MOL and restore location per BLM stipulations.

Existing Wellbore Diagram

Cano Petro Of New Mexico Graves #007 API: 30-005-20607 Chaves County, New Mexico

Surface Casing

8.625" 20# @ 271 ft OH: 11"

Formation

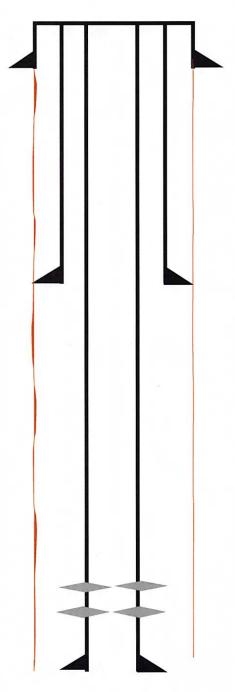
Rustler - 1407'
Yates - 1878'
7 Rivers - 2046'
Queen - 2489'
San Andres - 2930'

Intermediate Casing 7" 20# @ 1278 feet OH: 8"

<u>Perforations</u>

3652 feet - 3789 feet

Production Casing 4.5" 9.5# @ 3874 feet OH: 6.25"



Proposed Wellbore Diagram

Cano Petro Of New Mexico Graves #007 API: 30-005-20607 **Chaves County, New Mexico**

Plug 4

321 feet - Surface 321 foot plug 101 Sacks of Type I/II Cement

Plug 3

1457 feet - 1178 feet 272 foot plug 53 Sacks of Type I/II Cement

Plug 2

2548 feet - 1778 feet 770 foot plug 60 Sacks of Type I/II Cement

Plug 1

3602 feet - 2830 feet 772 foot plug 60 sacks of Type I/II Cement

Surface Casing

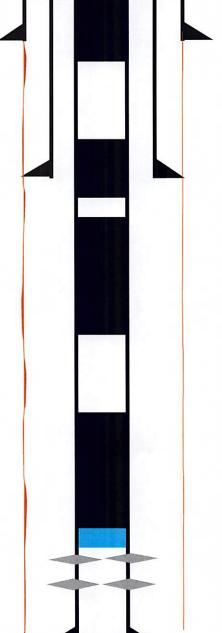
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Formation

Rustler - 1407' Yates - 1878' 7 Rivers - 2046' Queen - 2489' San Andres - 2930'

4.5" 9.5# @ 3874 feet OH: 6.25"

Intermediate Casing 7" 20# @ 1278 feet OH: 8" Retainer at 3602' **Production Casing**



3652 feet - 3789 feet

Perforations

Cano Petro Inc.

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Cano Petro Of New Mexico Graves #007 API: 30-005-20607 Chaves County, New Mexico

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8.625" 20# @ 271 ft OH: 11"

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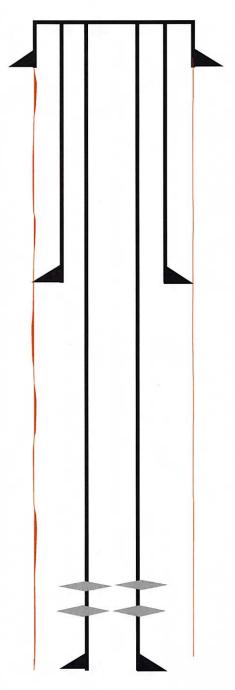
Rustler - 1407'
Yates - 1878'
7 Rivers - 2046'
Queen - 2489'
San Andres - 2930'

Intermediate Casing 7" 20# @ 1278 feet OH: 8"

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3652 feet - 3789 feet

Production Casing 4.5" 9.5# @ 3874 feet OH: 6.25"



Proposed Wellbore Diagram

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Plug 1

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7 Rivers - 2046'
Queen - 2489'
San Andres - 2930'

Intermediate Casing 7" 20# @ 1278 feet OH: 8"

Retainer at 3602'

Production Casing 4.5" 9.5# @ 3874 feet

OH: 6.25"

Perforations

3652 feet - 3789 feet

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 203593

CONDITIONS

Operator:	OGRID:
J.A. Drake Well Service Inc.	330485
607 W Pinon	Action Number:
Farmington, NM 87401	203593
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By		Condition Date
john.harrison	None	4/21/2023