

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Sundry Print Repor

Well Name: CARRACAS 24B Well Location: T32N / R4W / SEC 24 / County or Parish/State: RIO

NENE / 36.97737 / -107.19972 ARRIBA / NM

Well Number: 1 Type of Well: OTHER Allottee or Tribe Name:

Lease Number: NMNM30585 Unit or CA Name: 2H CARRACAS 14B - Unit or CA Number: NMNM112654

FRCL

US Well Number: 300392465200S1 Well Status: Producing Gas Well **Operator: MORNINGSTAR**

OPERATING LLC

Notice of Intent

Sundry ID: 2782183

Type of Submission: Notice of Intent Type of Action: Plug and Abandonment

Date Sundry Submitted: 03/28/2024 **Time Sundry Submitted:** 09:17

Date proposed operation will begin: 06/20/2024

Procedure Description: MorningStar Operating requests approval of the attached Proposed Procedure to plug and abandon the Carracas 24B1. Also attached are the Current and Proposed WBDs.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Carracas_24B_1_WBD_Proposed_PA_20240328091222.pdf

Carracas_24B_1_WBD_Current_20240328091210.pdf

Carracas_24B_1_Proposed_PA_Procedure_20240328091151.pdf

County or Parish/State: Rige 2 of eceived by OCD: 4/12/2024 9:25:46 AM Well Name: CARRACAS 24B Well Location: T32N / R4W / SEC 24 /

NENE / 36.97737 / -107.19972

ARRIBA / NM

Type of Well: OTHER

Lease Number: NMNM30585 Unit or CA Name: 2H CARRACAS 14B -**Unit or CA Number:**

NMNM112654

US Well Number: 300392465200S1 Operator: MORNINGSTAR Well Status: Producing Gas Well

OPERATING LLC

Allottee or Tribe Name:

Conditions of Approval

Additional

Well Number: 1

Carracas_24B_No_1_Geo_Rpt_20240410115202.pdf

Authorized

General_Requirement_PxA_20240410150811.pdf

2782183 NOIA 24B 1 3003924652 KR 04102024 20240410150801.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: CONNIE BLAYLOCK Signed on: MAR 28, 2024 09:16 AM

Name: MORNINGSTAR OPERATING LLC

Title: Regulatory Technician Street Address: 400 W 7th St.

City: Forth Worth State: TX

Phone: (817) 334-7882

Email address: CBLAYLOCK@MSPARTNERS.COM

Field

Representative Name: Amy Byars

Street Address:

City: State: Zip:

Phone:

Email address: abyars@txopartners.com

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: 04/10/2024

Signature: Kenneth Rennick

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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2782183

Attachment to notice of Intention to Abandon

Well: Carracas 24B 1

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. The following modifications to your plugging program are to be made:
 - a. Move the Plug 1 TOC to 2280 ft (mistakenly 2330 ft in the Geology Report) to account for the General Requirements.
 - b. Move Plug 2 to 1110 ft to 1260 ft to account for the BLM geologist's pick for the Nacimiento at 1210 ft.
- 3. Farmington Office is to be notified at least 24 hours before the plugging operations commence at (505) 564-7750.
- 4. Before or within 30 days after completing work, Morningstar Operating LLC must contact a BLM Farmington Field Office surface inspection staff to schedule a reclamation onsite.

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 04/10/2024

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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- 5.1 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), through the Automated Fluid Minerals Support System (AFMSS) 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.

BLM - FFO - Geologic Report

				J	•	Date Com	pleted	4/10/2024
Well No.	Carracas 24B No 1	I		Surf. Loc.	790 Sec	FNL 24	990 T32N	FEL R4W
Lease No.	NMNM30585							
Agrmt No	NMNM112654							
Operator	Morningstar Opera	ting LLC		County	San Jua	ın	State	New Mexico
TVD	3210	PBTD	3132	Formation	Basin F	ruitland Coa	ıl	
Elevation	GL	6995		Elevation	Est. KB	7008		

Geologic Formations	Est. tops S	ubsea Elev.	Remarks
San Jose Fm.	Surface		
Nacimiento Fm.	1210	5798	Surface /fresh water sands
Ojo Alamo Ss	2380	4628	Fresh water aquifer
Kirtland Fm.	2523	4485	
Fruitland Fm.	2835	4173	Coal/gas/possible water
Pictured Cliffs	3045	3963	Possible gas/water
Lewis Shale (Main)	3155	3853	Source rock

Remarks: Reference Well:

-Vertical wellbore, all formation depths are TVD from KB at the wellhead.

-Move the Plug 1 TOC to 2330' to account for the General Requirements.

-Move Plug 2 to 1110' to 1260' to account for the BLM geologist's pick for the Nacimiento.

Same

Prepared by: Walter Gage

Proposed P&A Procedure

Carracas 24B 1 - 3003924652

Notify Farmington BLM Office at least 24hrs in advance to plugging operations 505 564-7750

- 1. MIRU P&A services and ancillary equipment.
- 2. POOH rod string and tbg. Use tubing as workstring where able. Haul in workstring as necessary.
- 3. Run a bit and csg scraper to 2950'.
- 4. Set CIBP @ 2920'.
- 5. Plug 1 (Fruitland perfs/Kirtland/Ojo Alamo)
 - a. Spot 73sx cement on top of CIBP.
 - b. From 2920'-2280'
- 6. Circulate hole with BLM/OCD approved P&A fluid.
- 7. Cement circulated to surface both strings during D&C. No CBL run necessary.
- 8. Plug 2 (Nacimiento)
 - a. Pump balanced plug 18sx cement.
 - i. From 1260-1110'
- 9. Plug 3 (Surface shoe)
 - a. Pump plug 41sx cement
 - i. From 354'-0'
 - b. Ensure cement at surface on all strings of casing, top off as needed.
- 10. Cut off wellhead below surface casing flange.
- 11. Install P&A Marker.

Estimated 132 sx cement needed in total.

Please make sure all excess volumes are as follows:

- 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.
- 4.4 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.

MorningStar Operating, LLC

Carracas 24B-1 Rio Arriba County, NM

Sec 24, 32N-4W

TD - 3210' PBTD - 3132'

12 1/4" hole to 304'

Sfc Csg: 7 jts - 9 5/8" 36# J-55 LT&C

Setting Depth: 304 ft

Cement

192 sx Class B with 2% CaCl (227 cuft)

circ. 5.0 bbls cmt to surface

8 3/4" hole to 3201'

Prod. Csg: 77 jts 5.5" 17# K-55 LT&C

Setting Depth: 3196'

Cement 710 sx 65/35

Tail: 100 sx 50/50

Full returns through job 31 bbl cmt to surf

Perforations 10/1990

2970-2976' (24 holes, 4 spf)

2978-2982' (16 holes, 4 spf)

2992-3002' (40 holes, 4 spf)

3005-3010' (20 holes, 4 spf)

Reperf and refrac 07/28/2000

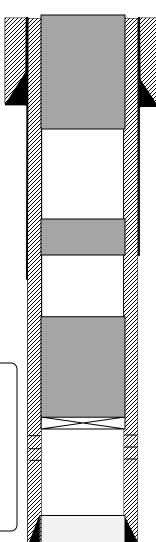
2970-2976' (24 holes, 4 spf)

2978-2982' (16 holes, 4 spf)

2992-3002' (40 holes, 4 spf)

3005-3010' (20 holes, 4 spf)

Proposed P&A – Rev w/COA



Plug 3 (Surface plug) – spot plug 41 sx cmt 354'-0'

		5-		-
repared	by:	BB	erry	
				- 1

Date: 02/16/2024 Updated w/COAs: 04/12/2024

> KB = 13.0 ft GL = 6995' ft API# 30-039-24652

Spud Date: 08/10/1990 First Delivered: 10/03/1990

	Tops		
Name	MD	TVD	
San Jose (BLM Geo Rpt)	Surf	Surf	
Nacimiento (rev. Per COA)	1210	1210	
Ojo Alamo Ss (Rev. Per COA)	2,330	2,330	
Kirtland Sh	2,523	2,523	
Fruitland Fm	2,835	2,835	

Plug 2 (Nacimiento) – Balance plug 18 sx cmt 1260'-1110'

Plug 1 (Fruitland/Kirtland/Ojo Alamo) – CIBP Set @ 2920' with 73 sx cmt on top (TOC ~2280')

PBTD: 3,132' KB

MorningStar Operating, LLC

Carracas 24B-1 **Rio Arriba County, NM**

Sec 24, 32N-4W

TD - 3210' PBTD - 3132'

12 1/4" hole to 304'

Sfc Csg: 7 jts - 9 5/8" 36# J-55 LT&C

Setting Depth: 304 ft

Cement

192 sx Class B with 2% CaCl (227 cuft)

circ. 5.0 bbls cmt to surface

8 3/4" hole to 3201'

Prod. Csg: 77 jts 5.5" 17# K-55 LT&C

Setting Depth: 3196'

Cement 710 sx 65/35

Tail: 100 sx 50/50

Full returns through job 31 bbl cmt to surf

Perforations 10/1990

2970-2976' (24 holes, 4 spf)

2978-2982' (16 holes, 4 spf)

2992-3002' (40 holes, 4 spf)

3005-3010' (20 holes, 4 spf)

Acidized w/ 500 gals 15% HCL. Frac with 1940 bbls 35# x-link and 23.3 klbs 40/70 And 202 klbs 20/40 sand

Reperf and refrac 07/28/2000

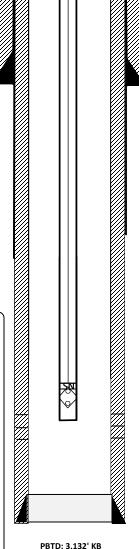
2970-2976' (24 holes, 4 spf)

2978-2982' (16 holes, 4 spf)

2992-3002' (40 holes, 4 spf)

3005-3010' (20 holes, 4 spf)

500 gal 10% formic acid. Frac 25# Delta frac 82,579 gal with sandwedge 1802 sx 20/ 40 Brady sand



PBTD: 3,132' KB

Prepared by: BBerry Date: 07/26/2023 Update COA: 04/12/2024 KB = 13.0 ftGL = 6995' ftAPI# 30-039-24652

Spud Date: 08/10/1990 First Delivered: 10/03/1990

	To	ps
Name	MD	TVD
San Jose (BLM Geo Rpt)	Surf	Surf
Nacimiento (Rev Per CoA)	1210	1210
Ojo Alamo Ss (Rev Per COA)	2,330	2,330
Kirtland Sh (BLM Geo Rpt Confirm)	2,523	2,523
Fruitland Fm (BLM Geo Rpt Confirm)	2,835	2,835

Tbg Detail - 10/29/2011

96 total jts 2.375" 4.7# J-55 tubing @ 2983.12' purge valve, 1 it, desander, 1 it, SN, 94 its to surf -SN 2983', EOT 3048'

Rod String - 2" X 1-1/2" X 16' RWAC PUMP, 2 -1.25" sinker bars, 79 x %" guided stick rods, 37 x %" slick stick rods, %" ponies to spaceout (6', 4', 2') 1.25" x 22' polish rod with 1.5" x 10' polish rod liner

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division Standard Plugging Conditions



This document provides OCD's general plugging conditions of approval. It should be noted that the list below may not cover special plugging programs in unique and unusual cases, and OCD expressly reserves the right to impose additional requirements to the extent dictated by project conditions. The OCD also reserves the right to approve deviations from the below conditions if field conditions warrant a change. A C-103F NOI to P&A must be approved prior to plugging operations. Failure to comply with the conditions attached to a plugging approval may result in a violation of 19.15.5.11 NMAC, which may result in enforcement actions, including but not limited to penalties and a requirement that the well be re-plugged as necessary.

- 1. Notify OCD office at least 24 hours before beginning work and seek prior approval to implementing any changes to the C-103 NOI to PA.
 - North Contact, Monica Kuehling, 505-320-0243, monica.kuehling@emnrd.nm.gov
 - South Contact, Gilbert Cordero, 575-626-0830, gilbert.cordero@emnrd.nm.gov
- A Cement Bond Log is required to ensure strata isolation of producing formations, protection of
 water and correlative rights. A CBL must be run or be on file that can be used to properly
 evaluate the cement behind the casing.

Note: Logs must be submitted to OCD via OCD permitting. A copy of the log may be emailed to OCD inspector for faster review times, but emailing does not relieve the operators obligation to submit through OCD permitting.

- 3. Once Plugging operations have commenced, the rig must not rig down until the well is fully plugged without OCD approval. If gap in plugging operations exceeds 30 days, the Operator must file a subsequent sundry of work performed and revised NOI for approval on work remaining. At no time shall the rig be removed from location if it will result in waste or contamination of fresh water.
- 4. Insure all bradenheads have been exposed, identified and valves are operational prior to rig up.
- 5. Fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
 - North, water or mud laden fluids
 - South, mud laden fluids
- 6. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to an OCD permitted disposal facility.
- 7. Class of cement shall be used in accordance with the below table for depth allowed.

Class	TVD Lower Limit (feet)
Class A/B	6,000
Class I/II	6,000
Class C or III	6,000
Class G and H	8,000
Class D	10,000

Class E	14,000
Class F	16,000

- 8. After cutting the well head any "top off cement jobs" must remain static for 30 minutes. Any gas bubbles or flow during this 30 minutes shall be reported to the OCD for approval of next steps.
- 9. Trucking companies being used to haul oilfield waste fluids (Commercial or Private) to a disposal facility shall have an approved OCD C-133 permit.
 - A copy of this permit shall be available in each truck used to haul waste products.
 - It is the responsibility of the Operator and Contractor to verify that this permit is in place prior to performing work.
 - Drivers shall be able to produce a copy upon request of an OCD Compliance Officer.
- 10. Filing a [C-103] Sub. Plugging (C-103P) will serve as notification that the well has been plugged.
- 11. A [C-103] Sub. Release After P&A (C-103Q) shall be filed no later than a year after plugging and a site inspection by OCD Compliance officer to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to meet OCD standards before bonding can be released.
- 12. Produced water or brine-based fluids may not be used during any part of plugging operations without prior OCD approval.

13. Cementing;

- All cement plugs will be neat cement and a minimum of 100' in length. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- If cement does not exist between or behind the casing strings at recommended formation depths, the casing perforations will be shot at 50' below the formation top and the cement retainer shall be set no more than 50' from the perforations.
- WOC (Wait on Cement) time will be:
 - o 4 hours for accelerated (calcium chloride) cement.
 - o 6 hours on regular cement.
- Operator must tag all cement plugs unless it meets the below condition.
 - The operator has a passing pressure test for the casing annulus and the plug is only an inside plug.
- If perforations are made operator must tag all plugs using the work string to tag unless given approval to tag with wireline by the correct contact from COA #1 of this document.
 - This includes plugs pumped underneath a cement retainer to ensure retainer seats properly after cement is pumped.
- Cement can only be bull-headed with specific prior approval.
- Squeeze pressures are not to exceed the exposed formations frac gradient or the burst pressure of the casing.
- 14. A cement plug is required to be set from 50' below to 50' above (straddling) formation tops, casing shoes, casing stubs, any attempted casing cut offs, anywhere the casing is perforated, DV tools.
 - Perforation/Formation top plug. (When there is less than 100ft between the top perforation to the formation top.) These plugs are required to be started no greater than

50ft from the top perforation. However, the plug should be set below the formation top or as close to the formation top as possible for the maximum isolation between the formations. The plug is required to be a 100ft cement plug plus excess.

- Perforation Plug when a formation top is not included. These plugs are required to be started within 50ft of the top perforation. The plug is required to be a 100ft cement plug plus excess.
- Cement caps on top of bridge plugs or cement retainers for perforation plugs, that are
 not straddling a formation top, may be set using a bailer with a minimum of 35' of
 cement in lieu of the 100' plug. The bridge plug or retainer must be set within 50ft of the
 perforations.
- Perforations are required below the surface casing shoe if cement does not exist behind
 the casing, a 30-minute minimum wait time will be required immediately after
 perforating 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. If gas is
 detected contact the OCD office for directions.
- 15. No more than 3000 feet is allowed between cement plugs in cased hole and no more than 2000 feet is allowed in open hole.
- 16. Formation Tops to be isolated with cement plugs, but not limited to are:
 - Northwest See Figure A
 - South (Artesia) See Figure B
 - Potash See Figure C
 - o In the R-111-P (Or as subsequently revised) Area a solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, woe 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
 - South (Hobbs) See Figure D1 and D2
 - Areas not provided above will need to be reviewed with the OCD on a case by case basis.

17. Markers

• Dry hole marker requirements 19.15.25.10.

The operator shall mark the exact location of plugged and abandoned wells with a steel marker not less than four inches in diameter set in cement and extending at least four feet above mean ground level. The marker must include the below information:

- 1. Operator name
- 2. Lease name and well number
- 3. API number
- 4. Unit letter
- 5. Section, Township and Range
- AGRICULTURE (Below grade markers)

In Agricultural areas a request can be made for a below ground marker. For a below ground marker the operator must file their request on a C-103 notice of intent, and it must include the following;

- A) Aerial photo showing the agricultural area
- B) Request from the landowner for the below ground marker.

C) Subsequent plugging report for a well using a below ground marker must have an updated C-102 signed by a certified surveyor for SHL.

Note: A below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to OCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to OCD. OCD requires a current survey to verify the location of the below ground marker, however OCD will accept a GPS coordinate that were taken with a GPS that has an accuracy of within 15 feet.

18. If work has not commenced within 1 year of the approval of this procedure, the approval is automatically expired. After 1 year a new [C-103] NOI Plugging (C-103F) must be submitted and approved prior to work.

Figure A

North Formations to be isolated with cement plugs are:

- San Jose
- Nacimiento
- Ojo Alamo
- Kirtland
- Fruitland
- Picture Cliffs
- Chacra (if below the Chacra Line)
- Mesa Verde Group
- Mancos
- Gallup
- Basin Dakota (plugged at the top of the Graneros)
- Deeper formations will be reviewed on a case-by-case basis

Figure B

South (Artesia) Formations to be isolated with cement plugs are:

- Fusselman
- Montoya
- Devonian
- Morrow
- Strawn
- Atoka
- Permo-Penn
- Wolfcamp
- Bone Springs
- Delaware, in certain areas where the Delaware is subdivided into;
 - 1. Bell Canyon
 - 2. Cherry Canyon
 - 3. Brushy Canyon
- Any salt sections
- Abo
- Yeso
- Glorieta
- San Andres
- Greyburg
- Queen
- Yates

Figure C

Potash Area R-111-P

T 18S - R 30E

Sec 10 Unit P. Sec 11 Unit M,N. Sec 13 Unit L,M,N. Sec 14 Unit C -P. Sec 15 Unit A G,H,I,J,K,N,O,P. Sec 22 Unit All

except for M. Sec 23, Sec 24 Unit C,D,E,L, Sec 26 Unit A-G, Sec 27 Unit A,B,C

T 19S - R 29E

Sec 11 Unit P. Sec 12 Unit H-P. Sec 13. Sec 14 Unit A,B,F-P. Sec 15 Unit P. Sec 22 Unit A,B,C,F,G,H,I,J K,N,O,P. Sec 23.

Sec 24. Sec 25 Unit D. Sec 26 Unit A-F. Sec 27 Unit A,B,C,F,G,H.

T 19S - R 30E

Sec 2 Unit K,L,M,N. Sec 3 Unit I,L,M,N,O,P. Sec 4 Unit C,D,E,F,G,I-P. Sec 5 Unit A,B,C,E-P. Sec 6 Unit I,O,P.

Sec 7 – Sec

10. Sec 11 Unit D, G—P. Sec 12 Unit A,B,E-P. Sec 13 Unit A-O. Sec 14-Sec 18. Sec 19 Unit A-L, P. Sec 20 – Sec 23. Sec

24 Unit C,D,E,F,L,M,N. Sec 25 Unit D. Sec 26 Unit A-G, I-P. Sec 27, Sec 28, Sec 29 Unit A,B,C,D,F,G,H,I,J,O,P. Sec 32

Unit A,B,G,H,I,J,N,O,P. Sec 33. Sec 34. Sec 35. Sec 36 Unit D,E,F,I-P.

T 19S - R 31E

Sec 7 Unit C,D,E,F,L. Sec 18 Unit C,D,E,F,G,K,L. Sec 31 Unit M. Sec 34 Unit P. Sec 35 Unit M,N,O. Sec 36 Unit O,P.

T 20S - R 29E

Sec 1 Unit H,I,P. Sec 13 Unit E,L,M,N. Sec 14 Unit B-P. Sec 15 Unit A,H,I,J,N,O,P. Sec 22 Unit A,B,C,F,G,H,I,J,O,P. Sec

23. Sec 24 Unit C,D,E,F,G,J-P. Sec 25 Unit A-O. Sec 26. Sec 27 Unit A,B,G,H,I,J,O,P. Sec 34 Unit A,B,G,H. Sec 35 Unit

A-H. Sec 36 Unit B-G.

T 20S – R 30E

Sec 1 – Sec 4. Sec 5 Unit A,B,C,E-P. Sec 6 Unit E,G-P. Sec 7 Unit A-H,I,J,O,P. Sec 8 – 17. Sec 18 Unit A,B,G,H,I,J,O,P.

Sec 19 Unit A,B,G,H,I,J,O,P. Sec 20 – 29. Sec 30 Unit A-L,N,O,P. Sec 31 Unit A,B,G,H,I,P. Sec 32 – Sec 36.

T 20S - R 31E

Sec 1 Unit A,B,C,E-P. Sec 2. Sec 3 Unit A,B,G,H,I,J,O,P. Sec 6 Unit D,E,F,J-P. Sec 7. Sec 8 Unit E-P. Sec 9 Unit E,F,J-P.

Sec 10 Unit A,B,G-P. Sec 11 - Sec 36.

T 21S - R 29E

Sec 1 – Sec 3. Sec 4 Unit L1 – L16,I,J,K,O,P. Sec 5 Unit L1. Sec 10 Unit A,B,H,P. Sec 11 – Sec 14. Sec 15 Unit A,H,I. Sec

23 Unit A,B. Sec 24 Unit A,B,C,D,F,G,H,I,J,O,P. Sec 25 Unit A,O,P. Sec 35 Unit G,H,I,J,K,N,O,P. Sec 36 A,B,C,F – P.

T 21S - R 30E

Sec 1 - Sec 36

T 21S - R 31E

Sec 1 – Sec 36

T 22S - R 28E

Sec 36 Unit A,H,I,P.

T 22S - R 29E

Sec 1. Sec 3 Unit I,J,N,O,P. Sec 9 Unit G – P. Sec 10 – Sec 16. Sec 19 Unit H,I,J. Sec 20 – Sec 28. Sec 29 Unit

A,B,C,D,G,H,I,J,O,P. Sec 30 Unit A. Section 31 Unit C – P. Sec 32 – Sec 36

T 22S - R 30E

Sec 1 – Sec 36

T 22S - R 31E

Sec 1 – Sec 11. Sec 12 Unit B,C,D,E,F,L. Sec 13 Unit E,F,K,L,M,N. Sec 14 – Sec 23. Sec 24 Unit C,D,E,F,K,L,M,N. Sec 25

Unit A,B,C,D. Sec 26 Unit A,BC,D,G,H. Sec 27 – Sec 34.

T 23S - R 28E

Sec 1 Unit A

T 23S - R 29E

Sec 1 – Sec 5. Sec 6 Unit A – I, N,O,P. Sec 7 Unit A,B,C,G,H,I,P. Sec 8 Unit A – L, N,O,P. Sec 9 – Sec 16. Sec 17 Unit

A,B,G,H,I,P. Sec 21 – Sec 23. Sec 24 Unit A – N. Sec 25 Unit D,E,L. Sec 26. Sec 27. Sec 28 Unit A – J, N,O,P. Sec 33

Unit A,B,C. Sec 34 Unit A,B,C,D,F,G,H. Sec 35. Sec 36 Unit B,C,D,E,F,G,K,L.

T 23S - R 30E

Sec 1 – Sec 18. Sec 19 Unit A – I,N,O,P. Sec 20, Sec 21. Sec 22 Unit A – N, P. Sec 23, Sec 24, Sec 25. Sec 26 Unit

A,B,F-P. Sec 27 Unit C,D,E,I,N,O,P. Sec 28 Unit A – H, K,L,M,N. Sec 29 Unit A – J, O,P. Sec 30 Unit A,B. Sec 32 A,B. Sec

33 Unit C,D,H,I,O,P. Sec 34, Sec 35, Sec 36.

T 23S - R 31E

Sec 2 Unit D,E,J,O. Sec 3 – Sec 7. Sec 8 Unit A – G, K – N. Sec 9 Unit A,B,C,D. Sec 10 Unit D,P. Sec 11 Unit G,H,I,J,M,N,O,P. Sec 12 Unit E,L,K,M,N. Sec 13 Unit C,D,E,F,G,J,K,L,M,N,O. Sec 14. Sec 15 Unit A,B,E – P. Sec 16 Unit

I, K – P. Sec 17 Unit B,C,D,E, I – P. Sec 18 – Sec 23. Sec 24 Unit B – G, K,L,M,N. Sec 25 Unit B – G, J,K,L. Sec 26 – Sec

34. Sec 35 Unit C,D,E.

T 24S - R 29E

Sec 2 Unit A, B, C, D. Sec 3 Unit A

T 24S - R 30E

Sec 1 Unit A – H, J – N. Sec 2, Sec 3. Sec 4 Unit A,B,F – K, M,N,O,P. Sec 9 Unit A – L. Sec 10 Unit A – L, O,P. Sec 11.

Sec 12 Unit D,E,L. Sec 14 Unit B – G. Sec 15 Unit A,B,G,H.

T 24S – R 31E Sec 3 Unit B – G, J – O. Sec 4. Sec 5 Unit A – L, P. Sec 6 Unit A – L. Sec 9 Unit A – J, O,P. Sec 10 Unit B – G, K – N. Sec 35 Unit E – P. Sec 36 Unit E,K,L,M,N.

T 25S – R 31E Sec 1 Unit C,D,E,F. Sec 2 Unit A – H.

Figure D1 and D2

South (Hobbs) Formations to be isolated with cement plugs are:

The plugging requirements in the Hobbs Area are based on the well location within specific areas of the Area (See Figure D1). The Formations in the Hobbs Area to be isolated with cement plugs are (see Figure D2)

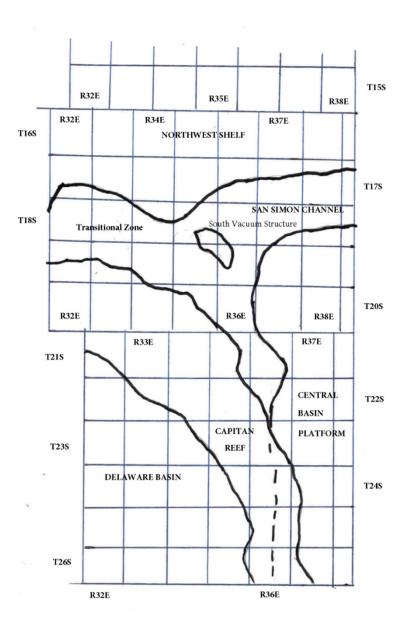


Figure D1 Map

Figure D2 Formation Table

	100' Plug to isolate upper and lower fresh water zones (typically 250' to 350')							
Northwest Shelf	Captan Reef Area	Transition Zone	San Simon Channel	South Vacuum Structure	Delaware Basin	Central Basin Platform		
Granit Wash (Detrital basement material and fractured pre-Cambrian basement rock)	Siluro-Devonian	Morrow	Siluro-Devonian	Ellenburger	Siluro-Devonian	Granit Wash (Detrital basement material, fractured pre-Cambrian basement rock and fractur Mafic Volcanic intrusives)		
Montoya	Mississippian	Atoka	Morrow	Mckee	Morrow	Ellenburger		
Fusselman	Morrow	Strawn	Wolfcamp	Siluro-Devonian	Atoka	Connell		
Woodford	Atoka	Cisco	Abo Reef	Woodford	Strawn	Waddell		
Siluro-Devonian	Strawn	Pennsylvanian	Bone Spring	Mississippian	Pennsylvanian	Mckee		
Chester	Pennsylvanian	Wolfcamp	Delaware	Barnett Shale	Lower Wolfcamp	Simpson Group		
Austin	Wolfcamp	Bone Spring	San Andres	Morrow	Upper Wolfcamp	Montoya		
Mississippian	Abo Reef, if present	Delaware	Queen	Atoka	Wolfcamp	Fusselman		
Morrow	Abo, if present	San Andres	Yates	Strawn	Third Bone Spring Sand (Top of Wolfbone)	Silurian		
Atoka	Queen, if present	Grayburg-San Andres	Base of Salt	Canyon	First Bone Spring Sand (Top of Lower Bone Spring)	Devonian		
Lower Pennsylvanian	Bone Spring	Queen	Rustler	Pennsylvanian	Bone Spring	Strawn		
Cisco-Canyon	Delaware	Seven Rivers		Blinebry	Brushy Canyon	Pennsylvanian		
Pennsylvanian	Base Capitan Reef	Yates		Bone Spring	Delaware (Base of Salt)	Wolfcamp		
Bough	Seven Rivers	Base of Salt		San Andres	Rustler	Abo		
Wolfcamp	Yates	Rustler		Queen		Abo Reef		
Abo	Top Capitan Reef			Base of Salt		Drinkard		
Abo Reef, if present	Base of Salt			Rustler		ТиЬЬ		
Yeso (Township 15 South to Township 17 South)	Rustler					Blinebry		
Drinkard or Lower Yeso (Township 15 South to Township 17 South)						Paddock		
Tubb (Township 15 South to Township 17 South)						Glorieta		
Blinebry (Township 15 South to Township 17 South)						San Andres		
Paddock (Township 15 South to Township 17 South)						Grayburg		
Glorieta						Grayburg-San Andres		
San Andres						Queen		
Queen (Township 15 South to Township 17 South)						Seven Rivers		
Seven Rivers (Township 15 South to Township 17 South)						Yates		
'ates (Township 15 South to Township 17 South)						Base of Salt		
Base of Salt						Rustler		
Rustler					1			

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

CONDITIONS

Action 332878

CONDITIONS

Operator:	OGRID:
MorningStar Operating LLC	330132
400 W 7th St	Action Number:
Fort Worth, TX 76102	332878
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By	Condition	Condition Date
mkuehling	Add plug across PC - BLM call for PC top is 3045 - plug needs to start 3095 - Need to state what type of cement using - log required - please refer to OCD coas for plugging attached - monitor string pressures daily report on subsequent - Notify NMOCD 24 hours prior to moving on -	4/19/2024