

Notice of Intent

Sundry ID: 2821934

Type of Submission: Notice of Intent

Date Sundry Submitted: 11/12/2024

Date proposed operation will begin: 12/19/2024

Type of Action: Plug and Abandonment Time Sundry Submitted: 08:15

Procedure Description: This location is a private surface, so reclamation will be handled between SIMCOE and the landowner.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

GCU_77_WB_Diagram_12_8_10_20241112081034.pdf

GCU_77_P_A_WBD_20241112081023.pdf

GCU_77_PA_procedure_20241112081012.pdf

County or Parish/State: SAN eived by OCD: 11/26/2024 10:29:58 AM Well Name: GALLEGOS CANYON 26Well Location: T29N / R12W / SEC 18 / UNIT COM SWSW / 36.721802 / -108.144241 JUAN / NM Well Number: 77 Type of Well: CONVENTIONAL GAS Allottee or Tribe Name: WELL Unit or CA Name: GCU Unit or CA Number: Lease Number: NMSF078949 NMNM96704 US Well Number: 3004508235 **Operator: SIMCOE LLC**

Conditions of Approval

Additional

General_Requirement_PxA_20241114124454.pdf

2821934_NOIA_77_3004508235_KR_11142024_20241114124444.pdf

Gallegos_77_P_A_GeoReport_20241114094134.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: CHRISTY KOST

Name: SIMCOE LLC

Title: Permitting Agent

Street Address: 1199 MAIN AVE STE 101

City: DURANGO

State: CO

State:

Phone: (719) 251-7733

Email address: CHRISTY.KOST@IKAVENERGY.COM

Field

Representative Name:

City:

Phone:

Email address:

Street Address:

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK

BLM POC Phone: 5055647742

Disposition: Approved

Signature: Kenneth Rennick

BLM POC Title: Petroleum Engineer

Zip:

BLM POC Email Address: krennick@blm.gov

Disposition Date: 11/14/2024

Signed on: NOV 12, 2024 09:04 AM

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), 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 <u>date</u> 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.

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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2821934

Attachment to notice of Intention to Abandon

Well: Gallegos Canyon Unit Com 77

CONDITIONS OF APPROVAL

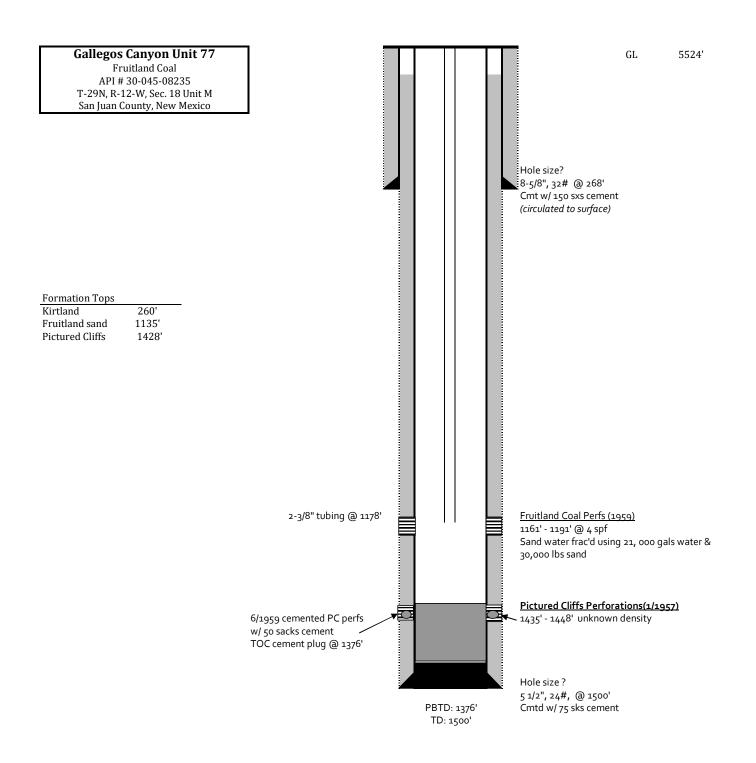
- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- The following modifications to your plugging program are to be made:
 a. Modify Plug 1 top of cement to 1055' to account for the BLM geologist's pick for the Fruitland formation top at 1155'.
- 3. Farmington Office is to be notified at least 24 hours before the plugging operations commence at (505) 564-7750.

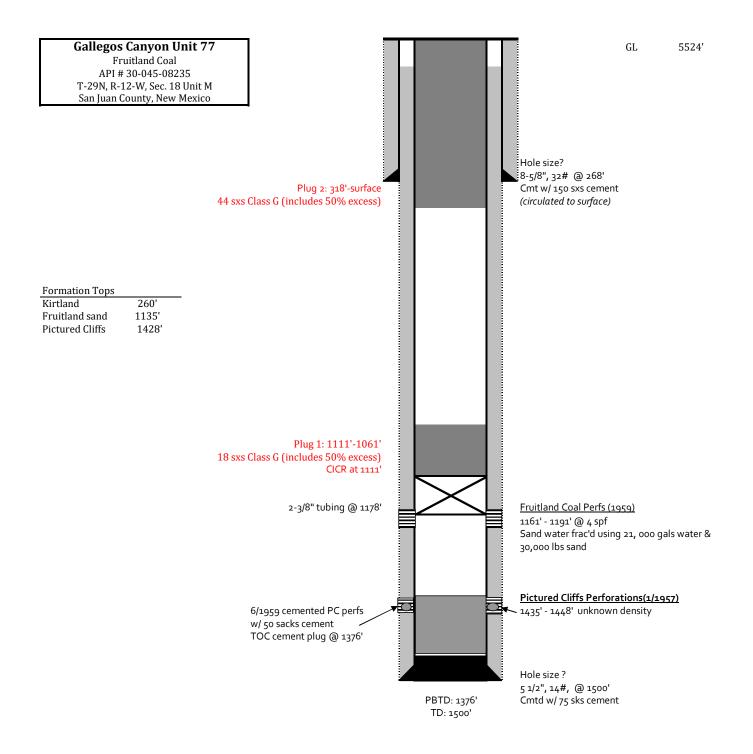
You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

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

K. Rennick 11/14/2024

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NMOCD Plug & Abandon Procedure

Well:	Gallegos Canyon Unit 77	API:	30-045-08235
Location:	990' FSL & 1090' FWL	Field:	
Sec,T, R:	Sec 18 29N-12W	Elevation:	GL: 5521'
Cnty/State:	San Juan, New Mexico		
Lat/Long:	36.7219086, -108.1448898		

Note:

All cement volumes use 100% excess outside casing and 50' excess inside pipe. Stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures. All cement will be ASTM Class G neat or equivalent.

Prior to Rig:

- 1. Notify NMOCD and BLM
- 2. Note: verify all cement volumes based on actual slurry to be pumped.
- 3. See attached COA's from NMOCD and BLM.

Procedure:

- 1. MIRU well servicing rig and cement equipment.
- 2. Check casing, tubing, and BH pressures.
- 3. Removed 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. RU floor and 2-3/8" handling tools.
- 5. POOH production tubing.
- 6. TIH with 5-1/2" CICR and set @ 1111'.
- 7. Roll the hole with fresh water and pressure test casing to 500 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. WOC to be determined upon pressure test.
- 8. TOOH.
- 9. Rig up WL and run CBL from CICR' to surface. RD WL.
- 10. TIH open ended to CICR.
- 11. Plug #1, 1111' 1061' (Perforations: 1161' 1191' Pictured Cliffs Top: 1428' Fruitland Top: 1135') Mix & pump 18 sx of class G cement to cover perforations, Pictured Cliffs and Fruitland tops. Pull up and reverse circulate tubing clean.
- 12. LD tubing to 318'.
- 13. **Plug 2, 318' surface (Surface Shoe: 268' Kirtland Top: 260')** Mix and pump 44 sx class G cement and pump down tubing and back up casing until good cement returns to surface.
- 14. ND BOP, cut off wellhead below surface casing flange per regulation. Top off w/cement if needed. Install P&A marker with cement to comply with regulations. RD and MOL.

				Date Co	mpleted:	Nov 14 2024
Well No. Gallegos Car	1yon Unit #77	Surf. Loc.	990	FSL	1090	FWL
API 30-045	-08235		T. 29 N	R. 12 W	Section	18
Operator Simco	be LLC	County	San Jua	n	State	NM
Elevation 55	24					
Lease #						
Geologic Formations	Tops	Ren	narks	_		
Kirtland	260	G	as			
Fruitland	1155	Coa	l, Gas			
Pictured Cliffs	1428	G	as			

BLM - FFO - Geologic Report

Remarks: Please adjust plugs to accomodate BLMpicked tops for the Fruitland Formation.

Completed by Alek Knapowski

Received by OCD: 11/26/2024 10:29:	58 AM State of New Me	xico	Page 10 of 26 Form C-103
Office District I – (575) 393-6161	Energy, Minerals and Natu	ral Resources	Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240		WELL AP	
District II – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION	DIVISION 30-045-082	
District III - (505) 334-6178	1220 South St. Fran	ncis Dr. 5. Indicate	Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410 District IV – (505) 476-3460	Santa Fe, NM 87		1 & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM	· · · · · · · · · · · · · · · · · · ·	0. 5460 01	
87505 SUNDRY NOT	CES AND REPORTS ON WELLS	7 Lesse N	ame or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPO	SALS TO DRILL OR TO DEEPEN OR PLU CATION FOR PERMIT" (FORM C-101) FO	JG BACK TO A	-
PROPOSALS.)	Gas Well 🗹 Other	8. Well Nu	imber 77
1. Type of Well: Oil Well 2. Name of Operator	Gas well 🕑 Other	9. OGRID	••
SIMCOE LLC		778	Number
3. Address of Operator			ame or Wildcat
1199 Main Ave, Suite 101, Durango	, CO 81301	West Kutz F	ruitland Sand
4. Well Location			
Unit Letter M:	990feet from theSouth	line and1090f	eet from the <u>West</u> line
Section 18	Township 29N Ra	nge 12W NMPM Sa	n Juan County
	11. Elevation (Show whether DR,	<i>RKB</i> , <i>RT</i> , <i>GR</i> , <i>etc</i> .)	
	5,521', GL		
12. Check A	Appropriate Box to Indicate N	ature of Notice, Report or (Other Data
NOTICE OF IN	ITENTION TO	SUBSEQUEN	T REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING OPNS	
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT JOB	
DOWNHOLE COMMINGLE			
CLOSED-LOOP SYSTEM	_		_
OTHER:	lated enanctions (Clearly state all a	OTHER:	unt datas, including estimated data
	leted operations. (Clearly state all pork). SEE RULE 19.15.7.14 NMAC		
proposed completion or rec		. Tor Multiple Completions. A	that we we have a second
	-		
SIMCOE requests to P&A the GCU 77 well—propo	sed start date: 12/19/24.		
Procedure: 1. MIRU well servicing rig and cement equipment.			
 Check casing, tubing, and BH pressures. Removed existing piping on casing valve. RU blocks. 	w lines from casing values and begin blowing	town casing prossure. Kill well as pecessa	ny. Ensure well is dead or on a vacuum
 A. ND wellhead and NU BOP. Function test BOP. F 5. POOH production tubing. 	U floor and 2-3/8" handling tools.		
TIH with 5-1/2" CICR and set @ 1111'.	pains to 500 pail If paping does not toot than		
7. Roll the hole with fresh water and pressure test of 8. TOOH.		por or tag subsequent plugs as appropriate	e. WOC to be determined upon pressure test.
9. Rig up WL and run CBL from CICR' to surface. F 10. TIH open ended to CICR.			
11. Plug #1, 1111' – 1061' (Perforations: 1161' – 1' tops. Pull up and reverse circulate tubing clean.	91' Pictured Cliffs Top: 1428' Fruitland Top: 1'	(35') Mix & pump 18 sx of class G cement	to cover perforations, Pictured Cliffs and Fruitlar
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Spud Date:	Rig Release Da	te:	
<u>L</u>			
	1		
I hereby certify that the information	above is true and complete to the be	est of my knowledge and belief.	
SIGNATURE Christy &	CostTITLE	Regulatory Analyst	DATE11/26/24
·			
	<u>_</u>		
Type or print name <u>Christy Kos</u>	t E-mail address	: christy.kost@ikavenergy.com	PHONE:970-822-8931
Type or print name <u>Christy Kos</u> For State Use Only	t E-mail address	: <u>christy.kost@ikavenergy.com</u>	PHONE: _970-822-8931
		: christy.kost@ikavenergy.com	

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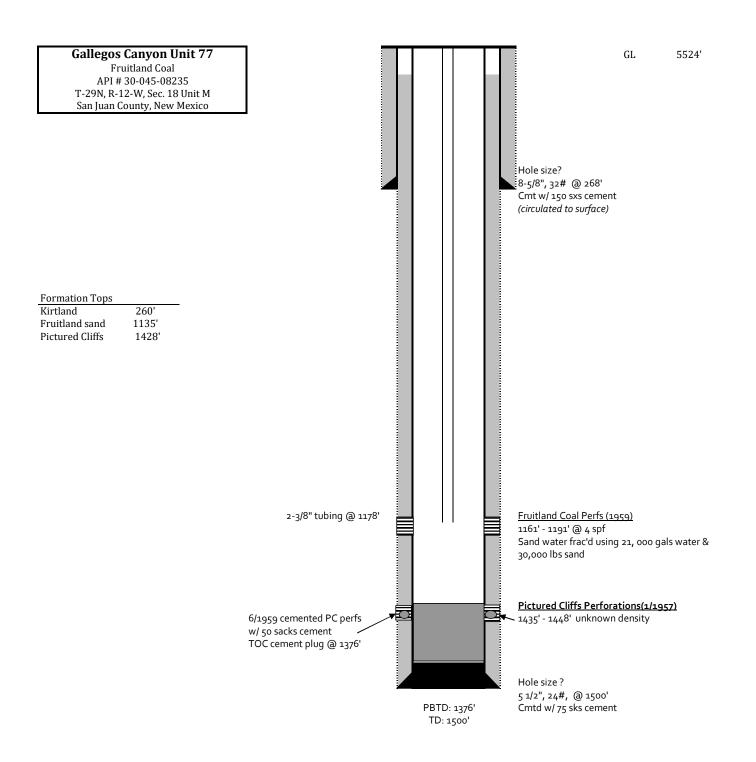
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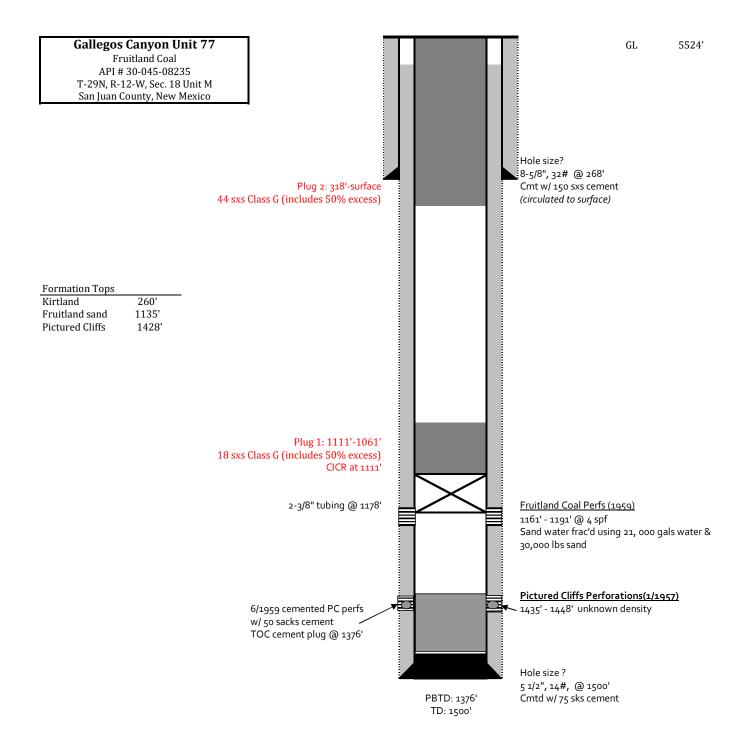
Prior to Rig:

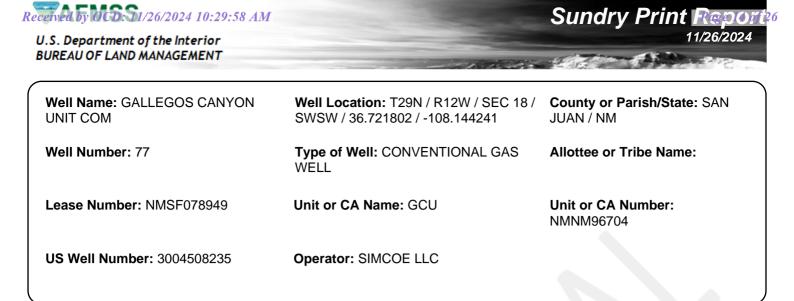
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NOI Attachments

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Conditions of Approval

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Operator

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Operator Electronic Signature: CHRISTY KOST

Name: SIMCOE LLC

Title: Permitting Agent

Street Address: 1199 MAIN AVE STE 101

City: DURANGO

State: CO

State:

Phone: (719) 251-7733

Email address: CHRISTY.KOST@IKAVENERGY.COM

Field

Representative Name:

City:

Phone:

Email address:

Street Address:

Zip:

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK

BLM POC Phone: 5055647742

Disposition: Approved

Signature: Kenneth Rennick

BLM POC Title: Petroleum Engineer

BLM POC Email Address: krennick@blm.gov

Disposition Date: 11/14/2024

Signed on: NOV 12, 2024 09:04 AM

Received by OCD: 11/26/2024 10:29:58 AM

eceivea by OCD: 11/20/2	024 10:29:38 AM	Page 10 of .
Form 3160-5 (June 2019)	UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT	FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2021 5. Lease Serial No.
0.00		
Do not use	RY NOTICES AND REPORTS ON WELLS his form for proposals to drill or to re-ent rell. Use Form 3160-3 (APD) for such prop	
	IT IN TRIPLICATE - Other instructions on page 2	7. If Unit of CA/Agreement, Name and/or No.
1. Type of Well	Gas Well Other	8. Well Name and No.
2. Name of Operator		9. API Well No.
3a. Address	3b. Phone No. (include as	<i>rea code)</i> 10. Field and Pool or Exploratory Area
4. Location of Well (Footage, Se	c., T.,R.,M., or Survey Description)	11. Country or Parish, State
12	. CHECK THE APPROPRIATE BOX(ES) TO INDICATE N	ATURE OF NOTICE, REPORT OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION
Notice of Intent	Acidize Deepen Alter Casing Hydraulic Fract	Production (Start/Resume) Water Shut-Off turing Reclamation Well Integrity
Subsequent Report	Casing Repair New Construction Change Plans Plug and Aband	
Final Abandonment Noti	e Convert to Injection Plug Back	Water Disposal
the proposal is to deepen dir the Bond under which the w completion of the involved of	ectionally or recomplete horizontally, give subsurface location ork will be perfonned or provide the Bond No. on file with BI perations. If the operation results in a multiple completion or	stimated starting date of any proposed work and approximate duration thereof. If his and measured and true vertical depths of all pertinent markers and zones. Attach LM/BIA. Required subsequent reports must be filed within 30 days following recompletion in a new interval, a Form 3160-4 must be filed once testing has been g reclamation, have been completed and the operator has detennined that the site

14. I hereby certify that the foregoing is true and correct. Name (<i>Printed/Typed</i>)			
	Title		
Signature	Date		
THE SPACE FOR FEDE	RAL OR STATE OF	FICE USE	
Approved by			
	Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject lead which would entitle the applicant to conduct operations thereon.			
Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any any false, fictitious or fraudulent statements or representations as to any matter within		Ifully to make to any department or agency of the United	d States

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

Additional Information

Location of Well

0. SHL: SWSW / 990 FSL / 1090 FWL / TWSP: 29N / RANGE: 12W / SECTION: 18 / LAT: 36.721802 / LONG: -108.144241 (TVD: 0 feet, MD: 0 feet) BHL: SWSW / 990 FSL / 1090 FWL / TWSP: 29N / SECTION: / LAT: 36.721802 / LONG: 108.144241 (TVD: 0 feet, MD: 0 feet)

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), 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 <u>date</u> 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.

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

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

AFMSS 2 Sundry ID 2821934

Attachment to notice of Intention to Abandon

Well: Gallegos Canyon Unit Com 77

CONDITIONS OF APPROVAL

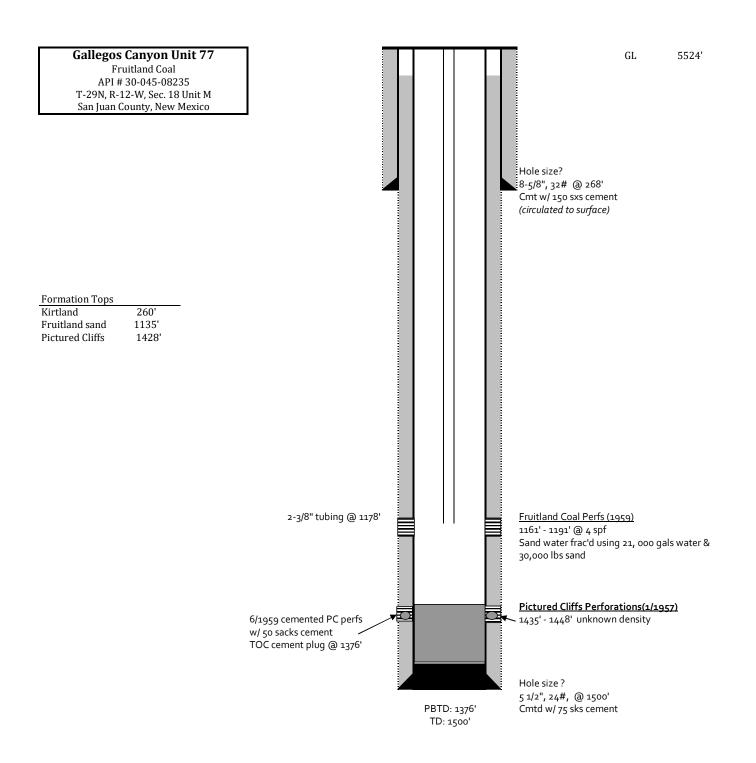
- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- The following modifications to your plugging program are to be made:
 a. Modify Plug 1 top of cement to 1055' to account for the BLM geologist's pick for the Fruitland formation top at 1155'.
- 3. Farmington Office is to be notified at least 24 hours before the plugging operations commence at (505) 564-7750.

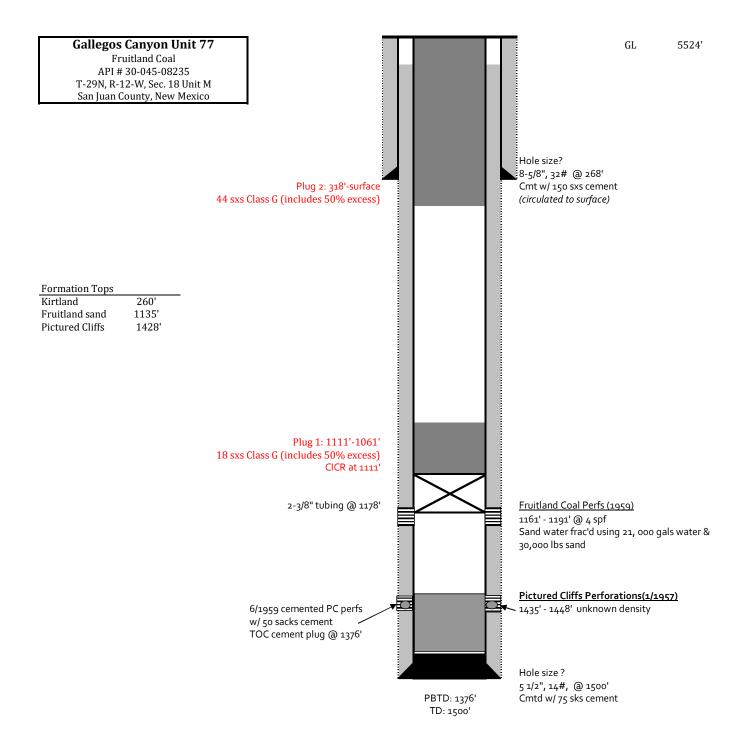
You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

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

K. Rennick 11/14/2024

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NMOCD Plug & Abandon Procedure

Well:	Gallegos Canyon Unit 77	API:	30-045-08235
Location:	990' FSL & 1090' FWL	Field:	
Sec,T, R:	Sec 18 29N-12W	Elevation:	GL: 5521'
Cnty/State:	San Juan, New Mexico		
Lat/Long:	36.7219086, -108.1448898		

Note:

All cement volumes use 100% excess outside casing and 50' excess inside pipe. Stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures. All cement will be ASTM Class G neat or equivalent.

Prior to Rig:

- 1. Notify NMOCD and BLM
- 2. Note: verify all cement volumes based on actual slurry to be pumped.
- 3. See attached COA's from NMOCD and BLM.

Procedure:

- 1. MIRU well servicing rig and cement equipment.
- 2. Check casing, tubing, and BH pressures.
- 3. Removed 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. RU floor and 2-3/8" handling tools.
- 5. POOH production tubing.
- 6. TIH with 5-1/2" CICR and set @ 1111'.
- 7. Roll the hole with fresh water and pressure test casing to 500 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. WOC to be determined upon pressure test.
- 8. TOOH.
- 9. Rig up WL and run CBL from CICR' to surface. RD WL.
- 10. TIH open ended to CICR.
- 11. Plug #1, 1111' 1061' (Perforations: 1161' 1191' Pictured Cliffs Top: 1428' Fruitland Top: 1135') Mix & pump 18 sx of class G cement to cover perforations, Pictured Cliffs and Fruitland tops. Pull up and reverse circulate tubing clean.
- 12. LD tubing to 318'.
- 13. **Plug 2, 318' surface (Surface Shoe: 268' Kirtland Top: 260')** Mix and pump 44 sx class G cement and pump down tubing and back up casing until good cement returns to surface.
- 14. ND BOP, cut off wellhead below surface casing flange per regulation. Top off w/cement if needed. Install P&A marker with cement to comply with regulations. RD and MOL.

				Date Co	mpleted:	Nov 14 2024
Well No. Gallegos Ca	nyon Unit #77	Surf. Loc.	990	FSL	1090	FWL
API 30-045	5-08235		T. 29 N	R. 12 W	Section	18
Operator Simc	oe LLC	County	San Jua	n	State	NM
Elevation 55	524					
Lease #						
Geologic Formations	Tops	Ren	narks	_		
Kirtland	260	G	as			
Fruitland	1155	Coa	l, Gas			
Pictured Cliffs	1428	G	as			
		-		_		
Geologic Formations Kirtland Fruitland	260 1155	G Coal	as I, Gas	-		

BLM - FFO - Geologic Report

Remarks: Please adjust plugs to accomodate BLMpicked tops for the Fruitland Formation.

Completed by Alek Knapowski

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Operator:	OGRID:
SIMCOE LLC	329736
1199 Main Ave., Suite 101	Action Number:
Durango, CO 81301	406690
	Action Type:
	[C-103] NOI Plug & Abandon (C-103F)

CONDITIONS		
Created By	Condition	Condition Date
mkuehling	Notify NMOCD 24 hours prior to moving on - monitor string pressures daily report on subsequent - submit all logs prior to subsequent - tag cement plug at PC may need to add cement to the top of the pc- extend FT plug to 1185.	11/26/2024

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CONDITIONS

Action 406690