(DO NOT USE THIS FORM FOR PROP	State of New Me Energy, Minerals and Natu OIL CONSERVATION 1220 South S DISTR Santa Fe, NM 87 TICES AND REPORTS ON WELLS OSALS TO DRILL OR TO DEEPEN OR PL LICATION FOR PERMIT" (FORM C-101) FOR	Iral Resources MAR (J 1 2019 I DIVISION ACT SHAFTESIA O.C. 7505 UG BACK TO A	 6. State Oil & Gas Lease No. 7. Lease Name or Unit Agreement Name Sara AHA COM 8. Well Number 						
1. Type of Well: Oil Well	4 9. OGRID Number								
2. Name of Operator EOG Resources, Inc.			7377						
3. Address of Operator			10. Pool name or Wildcat						
104 South Fourth Street, Artesia,	NM 88210		South Dagger Drav	w Upper Penn					
4. Well Location Unit Letter O :	660 feet from the South	n line and 1	1980 feet from	the East line					
Section 11		 nge 24E	NMPM Eddy						
· · · · · · · · · · · · · · · · · · ·	11. Elevation (Show whether DR	, RKB, RT, GR, etc.)							
	36117	' GR		^ 					
	Appropriate Box to Indicate N		-						
PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING DOWNHOLE COMMINGLE CLOSED-LOOP SYSTEM	CHANGE PLANS	REMEDIAL WORH COMMENCE DRII CASING/CEMENT		PORT OF: ALTERING CASING P AND A					
OTHER:	pleted operations. (Clearly state all pleted operations)	OTHER:	d give pertinent dates	including estimated date					
	work). SEE RULE 19.15.7.14 NMA	C. For Multiple Con	npletions: Attach we						
3. NU Rod BOP			RECEIVED						
 TOOH w/ Rod String ND Tree/NU BOPs. POOH with tubing 	; and pump.		MAR 0/1 201	9					
	Gauge ring with Junk Basket to top p	D	ISTRICT II-ARTESIA	0 .C.D .					
• Set CIBP at 7549 ft with 3		5							
	CLS H cement plug 7058 ft - 7230	0 ft. WOC & Tag.	This will plug the	Penn.					
• Spot a 28 SX (157 ft) (عن عن عب Acre	CLS C cement plug 5625 ft - 578 $\Delta V T = 0 = 0 = 0$	2 ft. WOC & Tag. ★ 7a -9	. This will plug the	e Wolfcamp.					
• Spot a 25 SX (142 ft) (CLS C cement plug 3313 ft - 345	5 ft. WOC & Tag.	This will plug the	Bone Spring.					
• Spot a 25 SX (142 ft) (CLS C cement plug 2018 ft - 2160) ft. WOC & Tag.	This will plug the	Glorieta.					
WOC & Tag. This will pl	C & Tag. Attempt to establish Circulug the 9.625 inch casing shoe.								
• Spot a 25 SX (142 ft) (CLS C cement plug 433 ft - 575 f	i. wuu & Tag. II	nis will plug the Sa	an Anders.					
• Spot a 10 SX (57 ft) CLS	C cement plug 0 ft - 57 ft. This will j	plug the Top.	NTERE	D emplement					

8. RDMO Workover Rig

9. PXA Marker Cut off wellhead and weld on dry hole marker. Clean location as per regulation.

Spud Date:			Rig Releas		· · · · · · · · · · · · · · · · · · ·		
I hereby certif	y that the in	formation above is tru	e and complete to the	be Playsed	<u> </u>	5/20	
SIGNATURE	2	1.155	TITLE _	Regulatory Specialist	DATE <u>Fe</u>	bruary 27, 2019	
Type or print i For State Use		Jeremy Haass	E-mail address	jeremy_haass@eogres	ources.com	PHONE: <u>575-748-43</u>	311
APPROVED I Conditions of	BY: Approval (i	if any):		tall mg-]	date <u>3/5/19</u>	

		Sara	AHA	Com	#4				n: O-11-20S-24E 660 FSL	1980 F	EL				KB GL	362 361
	COMMENTS	<u>s</u>					30-01	5-203	043				<u>-</u>		··	Curren
							Tubing	1								
							#	Joints	Description	Length	OD	ID	Grade	Wt (lb/ft)	Top (ftKB):	Btm (ftKt
										FT	in	in	0.000		100,111,107.	
							1	235	2.875" tubing		2 7/8				0.00	7,531.
							2	1	TAC						7,531.50	
							3	1	2.875" tubing	32.50	2 7/8					
							4	1	Seating nipple						7,564.00	
							5	1	Sub	4.00	2 7/8					
							6	1	Change over 2.875" X 1.5"	ļ	2 7/8	1				
							7	10	1.5" X 33' Dip Tube	33.00	1 1/2					7,900.
							8									
								↓					<u> </u>			
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									Item Desc	Length	OD	Grade		Btm		<u> </u>
			1				1		1" Norris 97 7/8"	2175.00 2275.00	1 7/8	N97 N97	0.00	2175.00 2276.00	<u>/</u>	
							3	122	3/4"	3050.00	3/4	N97	2.00	3052.00		
							4	4	1"	20.00	1	N97	3.00	23.00).	
							5	1	250X175X24 Flex Ring	25.00	5	N97	4.00	29.00	-	
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							CASIN			1.00.000						
							#	SIZE			THREAD		Bottom	Sxs	Class	Circ
t	ool 5592						A	9 5/8	36	J-55	L	0.00	1,210	900	C H below DV	200
			}				в	7	26/23	N-80/J-55		0.00	8,166	1525	H below DV C above DV	446
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			B PBTD	8,084 N					Prepared by: MJM				Date	: 26-Feb-20	019	

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Sa	ra AHA Com #4	Surface L	ocation	: O-11-20S-24E 660 FSL	1980 FEI	_				KB GL	3627 3611
COMMENTS		30-01	5-265	43						GL	Proposed
Plug #8	C ALCARENT	00-01	5-205			· ·					Toposcu
		CASING	DETA	IL							
		#	SIZE	WGHT	GRADE	THREAD	Тор	Bottom	Sxs	Class	Circ
		A	9 5/8	36	J-55		0.00	1,210	900	c	200
	CONTROL PROVIDE	В	7	26/23	N-80/J-55		0.00	8,166	1525	H below DV C above DV	446
Plug #7		Formati	0.0	Тор							
		ISan And		525	1				•		
		Glorieta		2110	1						
		Bone Sp		3405	1						
		Wolfcan		5732]						
		Penn		7180]						
		Canyon		7556]						
		<u> </u>									
Plug #6		Plug					ription				
		1	+	BP at 7549 ft with 35 ft of CL							
				34 SX (172 ft) CLS H cemen							
		34	Spot a	28 SX (157 ft) CLS C cemen 25 SX (142 ft) CLS C cemen	t plug 562 t plug 331	5 ft - 5782 f 3 ft - 3455 f	L WOC	& Tag, In & Tag, Th	is will plu	g the Wolfcam	p. ring.
			Spot a	25 SX (142 ft) CLS C cemen	t plug 201	8 ft - 2160 f	t. WOC	& Tag. Th	is will plu	g the Glorieta.	
				ate at 1260 ft. WOC & Tag. /					25 SX (1	42 ft) CLS C ce	ment plug
Plug #5		6	Snot a	t - 1260 ft. WOC & Tag. This 25 SX (142 ft) CLS C cemen	t plug ti t plug 433	ne 9.625 inc ft - 575 ft. V	NOC &	ig snoe. Tag. This	will ntua t	the San Anders	
				10 SX (57 ft) CLS C cement							
Plug #4	<u> a se </u>										
		ļ									
DV tool 5592'											
Plug #3											
		1									
DI	NUMBER OF STATES										
Plug #2											
Plug #1	State State State										ļ
Perforations 7599 7627											
KB 7658 7776											
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	B			Prepared by: MJM				Da	te: 26-Feb	-2019	
	евто 8,084 MD										
	то 8,150 MD										

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CONDITIONS FOR PLUGGING AND ABANDONMENT

District II / Artesia N.M.

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office II at (575)-748-1283 at least 24 hours before beginning work.

- 1. A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs.
- 2. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- 3. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD 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 as well as the 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 NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- 5. A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can be released.
- 6. If the well is not plugged within 1
- 7. If work has not begun within 1 Year of the approval of this procedure, an extension request must be file stating the reason the well has not been plugged.
- 8. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- 9. Produced water will not be used during any part of the plugging operation.
- 10. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- 11. All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 12. Class 'C' cement will be used above 7500 feet.
- 13. Class 'H' cement will be used below 7500 feet.
- 14. A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- 15. All Casing Shoes Will Be Perforated 50' below shoe depth and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing

- 16. When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 17. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.
- 18. A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).
- 19. No more than **3000' is allowed between cement plugs in cased hole and 2000' in open hole.**
- 20. Some of the Formations to be isolated with cement plugs are: These plugs to be set to isolate formation tops
 - A) Fusselman
 - B) Devonian
 - C) Morrow

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- D) Wolfcamp
- E) Bone Springs
- F) Delaware
- G) Any salt sections
- H) Abo
- I) Glorieta
- J) Yates.
- K) Potash--- (In the R-111-P Area (Potash Mine 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, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
- 21. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing

DRY HOLE MARKER REQUIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

1. Operator name2. Lease and Well Number3. API Number4. Unit Letter5. QuarterSection (feet from the North, South, East or West)6. Section, Township and Range7. Plugging Date8. County(SPECIAL CASES)------AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, 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 NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)