Submit 3 Copies To Appropriate District Office <u>District I</u>	State of New Mexico Energy, Minerals and Natural Resources		Form C-103 June 19, 2008
1625 N. French Dr., Hobbs, NM 88240 District II			WELL API NO. 30-025-35702
1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.		STATE FEE
District IV	Santa Fe, NM 87505		6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505		M-15635	
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			7. Lease Name or Unit Agreement Name KTS Brine
1. Type of Well: Oil Well Gas Well Other Brine Well		8. Well Number #001	
2. Name of Operator			9. OGRID Number
John R.Stearns DBA Stearns			21566
3. Address of Operator PO Box 988 Crossroads, NM 88114			10. Pool name or Wildcat Salado
4. Well Location			Guiado
Unit Letter P : 200 feet from the South line and 200 feet from the East line			
Section 27 Township 9S Range 35E NMPM Lea County			
	11. Elevation (Show whether DR,	RKB, RT, GR, etc.,)
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK I PLUG AND ABANDON IN REMEDIAL WORK I ALTERING CASING I			
PULL OR ALTER CASING		CASING/CEMEN	т јов 🔲
DOWNHOLE COMMINGLE	•		
OTHER:		OTHER:	
 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. NMOCD records indicate well drilled in 1966. NMOCD records indicate 7"casing set at 2000 feet cemented to surface Total Depth 2800 feet. Open hole through the salt from 2000 feet to 2800 feet Inspection of well head and downhole test indicate well cased with 5 ½" casing. No record of surface casing Stearns proposes to plug and abandon well as follows Pull brine production equipment Run SOCON Sonar log from 2000ft to 2800ft for brine cavity evaluation Run tubing open ended to 2000ft x Spot 40 sacks Class "C" cement with 2% CaCl x Pull tubing x WOC Run tubing and tag cement plug x Spot 50 sack cement plug x Pull tubing x WOC Run tubing and tag cement plug x Spot 50 sack cement plug x Pull tubing x WOC 			
Run tubing and tag cement plug x Spot 50 sack cement plug x Pull tubing x WOC Repeat above steps until cement to surface			
Cut off well head and install NMOCD regulation PA marker			
Enclosed before and after well diagrams			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.			
SIGNATURE Billy & Fruchun TITLE Agent for Stearns DATE 12/29/08			
Type or print name Billy E. Prich: For State Use Only) —		PHONE: 432-934-7680
APPROVED BY: $1 0 8 07$ Conditions of Approval (if any):			
Conditions of Approval (if any):			
1	ATLACHED CONDIT	IONS	

1/08/09 M

C-103 Kenneth Tank Service Brine Facility No. 1 (BW-13) API# 30-025-35702 Conditions of Approval

1) A sonar test of the salt cavern is required in advance of plugging and abandoning the brine well. If a Sonar test cannot be run, the OCD requires a closure plan for the facility including ground water (if applicable), seismic and subsidence monitoring for 30 years; time-frame for equipment decommissioning/site restoration; and financial assurance to ensure that the above is completed.

2) An EPA 5-Yr. MIT (30 min. @ 300 – 500 psig) w/ CIBP or cement plug at or near casing shoe is required in advance of plugging and abandoning the brine well.

3) The cavern shall be filled with brine water (not fresh water) in advance of plugging operations.

3) Cement must be pressure grouted from above CIBP or cement plug to surface.

4) At least 210 sks of Class "C" Cement from CIBP or cement plug Setting Depth of 2000' to surface is required.

5) Final C-103 Form shall be submitted within 30 days of plug and abandonment with final construction details.

Pueblo West Oilfield Consulting Service

RECEIVED 2009 JAN 2 PM 2 26

December 29, 2008

New Mexico Oil Conservation Division Environmental Bureau 1220 South St. Francis Drive Santa Fe, NM 87505

RE: C103 and well diagrams

Mr. Carl J. Chavez

Please find enclosed the original plus 3 copies of C103 Notice of Intent to plug and abandon the Stearns (Ogrid# 21566) KTS Brine # 1(API# 30-025-35702) brine well. Also enclosed is the original and 3 copies of before and proposed after PA well diagrams.

Sincerely,

Billy E. Prubue

Billy(Bill)E. Prichard <u>www.pwllc.net</u> 125 Greathouse Village Decatur, TX 76234 432-934-7680 cellular 940-627-5449 office phone/fax Email; billy@pwllc.net



