Office District I 1625 N. French Dr., Hobbs, NM 88240								
1675 N. Eromoh Dr. Llobbe NIM 99740	Er y, Minerals	and Natu	ral Resources	T	Revised March 25,	1999		
District II			<u> </u>	WL API NO. 30-025- 002	(4)			
1301 W. Grand Ave., Artesia, NM 88210						5. Indicate Type of Lease		
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South		j	STATE FEE				
District IV	Santa Fe	e, NM 87	7505	6. State Oil & Gas Lease No.				
1220 S. St. Francis Dr., Santa Fe, NM								
87505 SUNDRY NOTIC	CES AND REPORTS OF	N WELLS		7 Lease Name	or Unit Agreement			
(DO NOT USE THIS FORM FOR PROPOS DIFFERENT RESERVOIR. USE "APPLIC. PROPOSALS.)	Name:							
1. Type of Well:				North Caprock Q	neen Unit			
Oil Well Gas Well								
2. Name of Operator	8. Well No.	h						
State of New Mexico Oil Conservat		M 3						
3. Address of Operator		8. Pool name or Wildcat						
1625 French Dr., Hobbs, NM 8824 4. Well Location	40			Caprock Queen N	North			
Unit Letter AE:	1980 feet from the	North	line and 6	60 feet fro	om the <u>West</u>	line		
Section 5	Township	13S	Range 32E	NMPM	County Le	a		
	10. Elevation (Show)	whether Di	R, RKB, RT, GR, etc.)				
11 (3, 1 A		1			.			
	ppropriate Box to In	idicate N	1	•				
NOTICE OF IN			i	SEQUENT RE				
PERFORM REMEDIAL WORK	PLUG AND ABANDON	ł X	REMEDIAL WORK		ALTERING CASING	i LI		
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRIL	LING OPNS.	PLUG AND ABANDONMENT			
PULL OR ALTER CASING	MULTIPLE COMPLETION		CASING TEST AN CEMENT JOB	D 🗆				
OTHER:			OTHER:					
	operations. (Clearly sta	ate all perti	inent details, and giv pletions: Attach wel	e pertinent dates, llbore diagram of	including estimated of proposed completion	ate o		
Describe proposed or completed starting any proposed work). SE recompilation.	ERULE 1103. For Mul							
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Typical Well Plugging Procedure Sierra Blanca Orphan Wells

Basis of Plugging Design:

Review of the well files resulted in the following information about the condition of the wells and what is needed to properly plug them:

Surface casing: 7" – 10 3/4" set at approximately 300' and cemented with 150 sacks.

Benterra has assumed that these casing strings were cemented all the way to surface. Not all of the well files contained this information, but many did confirm that cement was circulated.

Base of Fresh Water: Paul Kautz advised that the base of fresh water was at approximately 300' in this area. Benterra has assumed that the base of fresh water is at the surface casing setting depth or at a minimum of 250'.

Production Casing: 4 ½" to 7" set at approximately 3000' and cemented with 600 sacks. The top of cement was recorded on only a very few wells; however, many permits contained the requirement that the casing strings be cemented through the top of the salt section, which occurs at approximately 1500' in this area. Several temperature surveys were run and confirmed this. Benterra has assumed that all of the production casing strings are adequately cemented at least through the salt section as the OCD required at the time they were drilled.

Typical Plugging Procedure

Make sinker bar run to check for obstructions and TD

Displace or circulate wellbore with fresh water

Surface pour a bentonite plug from TD to at least 100' above the production casing shoe or top perforation

RIH with a wiper plug and set 50' below top of salt

Surface pour a bentonite plug from 50' below to at least 50' above the top of salt RIH with wireline and perforate 50' below the surface casing shoe (minimum perf depth is 300')

RU cementer and squeeze/circulate cement from surface down production casing to provide for a 100' min plug behind the production casing

Leave production casing full of cement to surface and shut in

Dig out and cut off wellhead and install dry hole marker

Pack annulus with bentonite

Attempt to locate and cut off deadmen

Clean up location including any above-ground cement foundations

BENTERA Corporation Mid-Continent Region

WELL PLANNING SHEET PROPOSED P&A

Well Name: API Number: Coordinates: S - T - R	8 5 - 1135-1	+ 660 FWL'	(SW/4 of SW/4)	Operator Field: Date: By:	OCD 7 18 02 CRS
County / State: Drilled:	Lea, New Mexico		Pack annulus with ZO	NITE	
RKB =	_			Surface Plug @ <u>3'- 25 l</u> Pump <u>29</u> sx cr	nt
Formation Salt	Tops 			Shoe Plug @ <u>251' - 35</u> Perf & Sqz @ <u>351'</u> w	
ZONITE/CEME		(Casing Size 85/8 Wt. Set @ 301' W/ 15	<u>25</u> # <u>D. sx</u> ent —
(cement)	3' - 251' 251' - 351'	,			
I ·	1412' - 1512' 1916' -3090'			Salt Plug (ZONITE) @	
Bottom/Perf Z (Zonite)	916 -3040				
Legend Cement					
ZONITE					
Gravel) Se 1880 1873
Botton	n Plug (ZONITE) @_ S cu ft ZONITE	<u> 2916`-3090`</u>		Casing Size 512 W	14#
	он <u>303</u>	5'- 3055'	DOBA	Set @ 3016 w/	<u></u>