| Submit 3 Copies To Appropriate District | State of New Mexico | | | Form C-103 | | | | |
|--|--------------------------------------|---------------------------------------|------------------------------|-----------------------------------|---------------------|--|--|--|
| Office District I | Et y, Minerals and Natural Resources | | | Revised March 25, 1999 W API NO. | | | | |
| 1625 N. French Dr., Hobbs, NM 88240 District II | 30-025- <i>0</i> 0234 | | | | | | | |
| 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 Santa Fe | | | STATE [| FEE | | | |
| District IV 1220 S. St. Francis Dr., Santa Fe, NM | 6. State Oil & Gas I | Lease No. | | | | | | |
| 87503 SUNDRY NOTIC | 7. Lease Name or U | Jnit Agreement | | | | | | |
| (DO NOT USE THIS FORM FOR PROPOSA DIFFERENT RESERVOIR. USE "APPLICA" | Name: | | | | | | | |
| PROPOSALS.) | North Caprock Queen Unit | | | | | | | |
| 1. Type of Well: Oil Well Gas Well | | | | | | | | |
| 2. Name of Operator | 8. Well No. | | | | | | | |
| State of New Mexico Oil Conservati | ion Division | | <u> </u> | 19-2 | | | | |
| 3. Address of Operator | | | | 8. Pool name or Wildcat | | | | |
| 1625 French Dr., Hobbs, NM 8824 4. Well Location | 40 | | | Caprock Queen North | | | | |
| | | | | | | | | |
| Unit Letter B: 654 feet from the North line and 1982 feet from the East line | | | | | | | | |
| Section (p | Township | 138 | Range 32E | NMPM | County Lea | | | |
| | 10. Elevation (Show w | hether Di | R, RKB, RT, GR, etc | c.) | | | | |
| 11. Check A | ppropriate Box to Inc | dicate N | ature of Notice, | Report or Other Da | ata | | | |
| NOTICE OF IN | SEQUENT REPO | | | | | | | |
| PERFORM REMEDIAL WORK | PLUG AND ABANDON | X | REMEDIAL WOR | K 📙 AL | TERING CASING | | | |
| TEMPORARILY ABANDON | CHANGE PLANS | | COMMENCE DR | | LUG AND BANDONMENT | | | |
| PULL OR ALTER CASING | MULTIPLE COMPLETION | | CASING TEST AI CEMENT JOB | | | | | |
| OTHER: | | | OTHER: | | | | | |
| 12. 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 recompilation. | | | | | | | | |
| | | | | | | | | |
| OCD proposes to P&A per the attached procedure. | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | THE COLUMNS | | | | | | | |
| THE COMMISSION MUST BE NOTIFIED 24 HOURS PRIOR TO THE BEGINNING OF | | | | | | | | |
| PLUGGING OPERATIONS FOR THE C-103 | | | | | | | | |
| TO BE APPROVED. | | | | | | | | |
| | | | | | | | | |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. | | | | | | | | |
| - | | | | | | | | |
| SIGNATURE | TITLE_ Depu | TITLE Deputy Oil & Gas Inspector DATE | | | | | | |
| Type or print name Gary Wink | | · | Tele | phone No. (505) 393-6 | 5161 | | | |
| (This space for State use) | OBICIA | اما داما | | | | | | |
| ORIGINAL SIGNED BY GARY WITHINK Conditions of approval, if any: ORIGINAL SIGNED BY GARY WITHINK OC FIELD REPRESENTATIVE USTATE OC FIELD REPRESENTATIVE U | | | | | | | | |
| onditions of approval, if any: OC FIELD REPRESENTATIVE II/STAFF MANAGER | | | | | | | | |
| | | | | TE MANAGER | | | | |

s C

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



WELL PLANNING SHEET PROPOSED P&A

| Well Name: API Numbe Coordinate S - T - R County / St Drilled: | 30-025- 00 2 3 s: 654' FNL S 6 - T13S - | <u>₩ 1992</u> FEL | Pack annulus with ZON | Operator Field: Date: By: | OCD 7/17/02 CRS |
|---|---|--------------------------|-----------------------|---|---------------------------------|
| | 10' | | | Surface Plug @ | nt |
| Salt | 1510 | | | Shoe Plug @ <u> 82 </u> | |
| ZONITE/G | 3 1. /82 1 | | | Casing Size 10 the Wt. Set @ 232 the Wt. Set @ 232 the Mt. Serf 7 | <u>40.5</u> # 50 sx cmt - |
| Shoe (cement) Salt (Zonite) | 182'-282' 1460'-1560' | (| | Salt Plug (Zonite) @ 1460' 14 cu ft Zonite Wiper Plug @ 1560' | -1560' |
| Bottom/Pe (Zonite) | erf 2926'-3070' | | | Wiper 1 16g (g) | |
| Cement Zonite | | (| | N | |
| Gravel | Bottom Plug (Zonite) @ 2 | 926'-3010' | | Liner Size 5½ Wt | |
| | cu ft Zonite OH3032 | 3038 | | Casing Size 7 Wt Set @ 3026 w/ 6 Cemented to ? | 200 SX cmt. |