| Submit 3 Copies To Appropriate District | State of N | New Me | xico | , weren s | Form C | 103 |
|---|---|--------------------------|--|---|--|---------------|
| Office District I | F 5y, Minerals a | ınd Natu | ral Resources | WELL API NO. | Revised March 25, | 1999 |
| 1625 N. French Dr., Hobbs, NM 88240 District II | OH COMOTENIA | ል ጥ፤ ሶኑ፣ | DRAIGION | 30-025-002 | 62 | |
| 1301 W. Grand Ave., Artesia, NM 88210 District III | OIL CONSERVATION DIVISION 1220 South St. Francis Dr. | | 5. Indicate Type of Lease | | | |
| 1000 Rio Brazos Rd., Aztec, NM 87410 | | Santa Fe, NM 87505 | | STATE FEE 6. State Oil & Gas Lease No. | | |
| <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM | Sama Po | , 14141 07 | 303 | 6. State Oil & C | oas Lease No. | } |
| 87505 SUNDRY NOTICE | S AND REPORTS ON | WELLS | | 7. Lease Name | or Unit Agreement | |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A | | | | Name: | - | |
| DIFFERENT RESERVOIR. USE "APPLICAT PROPOSALS.) | North Caprock Q | ugan I Init | | | | |
| 1. Type of Well: | | | | North Captock Q | ueen Omt | |
| Oil Well Gas Well O 2. Name of Operator | ther A | - | | 8. Well No. | | |
| State of New Mexico Oil Conservation Division | | | 8-14 | | | |
| 3. Address of Operator | | | 8. Pool name or Wildcat | | | |
| 1625 French Dr., Hobbs, NM 88240 | | | Caprock Queen North | | | |
| 4. Well Location | _ | ~ . | 1 | 1001 | . • | |
| Unit Letter N : 3 | 330 feet from the | Dout | line and | (1986) feet fro | m the <u>lest</u> | _line |
| Section $oldsymbol{\mathcal{E}}$ | Township | 138 | Range 32E | NMPM | County Le | a |
| | 10. Elevation (Show w | | | | | |
| 11 (11. 4 | nuanciata Dan ta In- | dianta N | oture of Notice | Penart or Other | Data | |
| NOTICE OF INTE | propriate Box to Inc | uicale IV | | , Report of Other BSEQUENT RE | | |
| | PLUG AND ABANDON | X | REMEDIAL WOF | | ALTERING CASIN | 3 🔲 |
| TEMPORARILY ABANDON | CHANGE PLANS | | COMMENCE DR | RILLING OPNS. | PLUG AND ABANDONMENT | |
| | MULTIPLE COMPLETION | | CASING TEST A CEMENT JOB | AND | | |
| OTHER: | | | OTHER: | | | |
| Describe proposed or completed of starting any proposed work). SEE recompilation. | perations. (Clearly star RULE 1103. For Mult | te all pert tiple Com | inent details, and g pletions: Attach w | ive pertinent dates, vellbore diagram of | including estimated or proposed completion | date of or |
| OCD proposes to P&A per the atta | iched procedure. | | | | | |
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| TER OF HOUR | etworkshon must b 3 fetor to the be | E NOTIF | ED 24 | | | |
| PLUGO | BING OPERATIONS F | OR THE | C-103 | | | |
| TO BE | APPROVED. | | | | | |
| | | | | | | |
| I hereby certify that the information ab | ove is true and complet | te to the b | est of my knowled | ge and belief. | | |
| • | TITLE Depu | | | | | |
| | TTTEE Depu | ny On & | | | | |
| Type or print name Gary Wink | | | Tele | ephone No. (505) 39 | 3-6161 Ir II | 200 |
| (This space for State use) | , ORIG)》 ₂ | AT CICAT | un fV | | JUL | 2977 |
| APPPROVED BY | β/ ∨αλ ⊃ | HTLE | | | DATE | |
| Conditions of approval, if any: | OC FIEL | D REPRE | SENTANTE IVO | V.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:

<u>Surface casing:</u> 7" – 10 ¾" set at approximately 300' and cemented with 150 sacks. <u>Benterra has assumed that these casing strings were cemented all the way to surface</u>. 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

EXIERA Corporation Mid-Continent Region

WELL PLANNING SHEET PROPOSED P&A

| Well Name: API Number: Coordinates: S - T - R County / State: Drilled: | North Caprock Queen Unit #8-130-025-? 330' FSL + L980' IS 8 - T13S - R32E Lea, New Mexico 1947 | | | |
|---|--|-----|---|--|
| RKB = | - | | Surface Plug @ | 3' mt |
| Formation 1 | 1730' | | Shoe Plug @_ <u>228 </u> | -8 ¹ // 49 sx cmt |
| ZONITE/CEMEN | T PLUGS 3' · 228' | | Casing Size 10 3/4" Wt. Set @ 278' w/ 200 Cemented to 7 | <u>38</u> # <u>sx</u> cmt — |
| (cement) Shoe 2 (cement) | 28'-328' 80'-1780' | | Salt Plug (Zonite) @ <u>↓[a80 ¹ -</u> | 1780 ' |
| (Zonite) | 33'- 3070' | | 24 cu ft Zonite Wiper Plug @ 1780' | |
| Legend Cement Zonite | | | | |
| Gravel | | | Liner Size <u>5 12"</u> Wt. Set @ <u>2915' - 3044</u> TOC | <u>' (129</u> ') ω/75 5x cm ^t |
| Bottom 33 | Plug (Zonite) @ <u>2933' - 307</u> cu ft Zonite OH <u>3033 ' - 3</u> 070' | D', | Casing Size 7 Wt. Set @ 3033 W/ 6 | 24# 00 Sx cmt |