District 1 1625 N. French Dr. Phone: (575) 393-6 District III 811 S. First St., Arr Phone: (575) 748-1 District III 1000 Rio Brazos R Phone: (505) 334-6 District IV 1220 S. St. Francis Phone: (505) 476-3 AP	161 Fax: (575) . yesia, NM 88210 283 Fax: (575) 7 poad, Aztec, NM 1 178 Fax: (505) 3 Dr., Santa Fe, N 460 Fax: (505) 4	393-0720 148-9720 87410 134-6170 M 87505 176-3462	OR PERMI		EnergyMineral Oil Cons 1220 Sou Santa	ervation D th St. Frai Fe, NM 87	ral Resou Division ncis Dr. 7505		BACK, O	Form C-101 Revised July 18, 2013	
			¹ Operator Nam Lime Rock Res							7558	
		1111 Baş	gby Street, Suite 4	1600 Hoi	uston, Texas 77002			30-0	15 API Numbe		
310	837	2			⁵ Property Na Leavi			• .		⁵ Well No. #5	
					⁷ Surfac	e Locatio			· 	<u> </u>	
UL - Lot	Section	Township	Range	Lo	ot Idn Feet F	rom	N/S ⁻ Line	Feet From	E/W Line		
F	13	185	26E	8 D	210		<u>N</u>	1700	W	Eddy	
UL - Lot	Section	Township	Range		oposed Botto	om Hole	Location	Feet From	E/W Line	e County	
F	13	185	26E		210	50	N	1700	W	Eddy	
					9 Pool In	formatio)n			·	
Atoka; Glorie	ta-Yeso	• •			_	-				3250	
				A	dditional W	ell Inforr	nation				
	rk Tvoe		¹⁰ Well Type O		¹¹ Cable/Re R	otarv		² Lease Type P		¹³ Ground Level Elevation 3297.4	
	N		¹⁵ Proposed Depth	·	16 Format					¹⁸ Snud Date	
Depth to Grou	N nd Water	<u> </u>	12' MD / 5042' T		nearest fresh water v		0.19 N	d Drilling, Inc.	Distance from account outlook and		
X We will	be using a c		ystem in lieu of l . 19 Casing Size	Propo	osed Casing	1 ·	ng Depth		f Cement	Estimated TOC	
Conducto		6"	20"		91.5	80			30	Surface	
Surface		1/4"	8-5/8"		24		425			Surface	
Production	ı 7-7	7/8"	5-1/2"	1	17		5042	980		Surface	
			Casir	ıg/Cei	ment Progra	m: Addi	tional Co	omments		· · · · · · · · · · · · · · · · · · ·	
			D	ropos	ed Blowout I	Proventio	n Drogra			· ·	
	Туре			-	Pressure	reventio	Test Press			Manufacturer	
	XLT 11"			500			2000			National Varco	
L		<u></u>									
of my knowled	ge and belief. fy that I have	e complied v	n above is true and vith 19.15.14.9 (A	-		Approved By		ONSERVA		VISION	
Signature:	: Spencer C	en Cox	?			Title 15 H Sepenses					
Title: Produc	tion Engine	er				Approved Da			Expiration Date	5/19/2017	
E-mail Addres		imerockreso	urces com			x	5/14				

Conditions of Approval Attached

Phone: 713-292-9528

Date: 5/13/2015

District I 1625 N. French Dr., Hobbs. NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District.III 1000 Rio Brazos Road, Actee, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

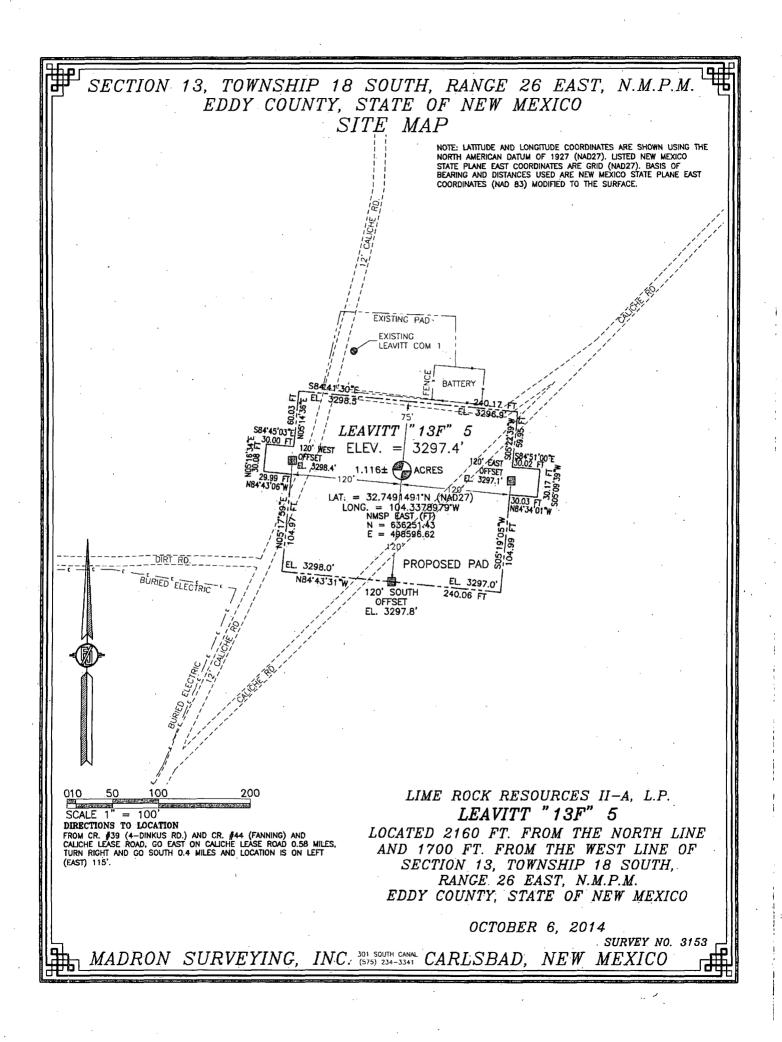
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

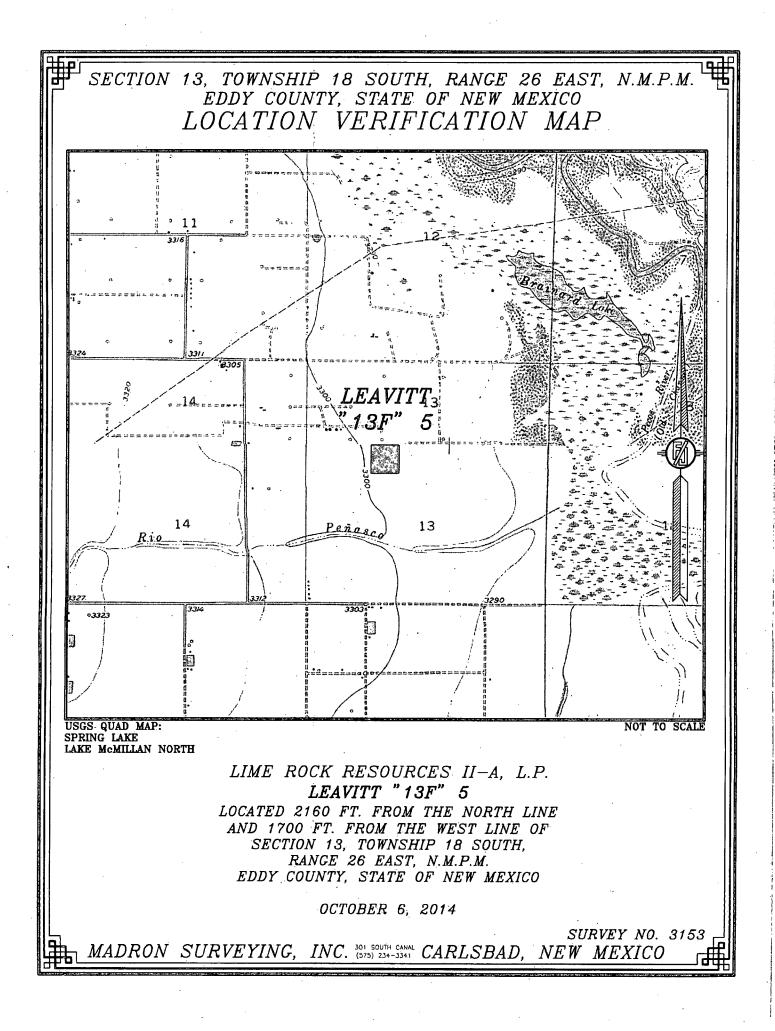
AMENDED REPORT

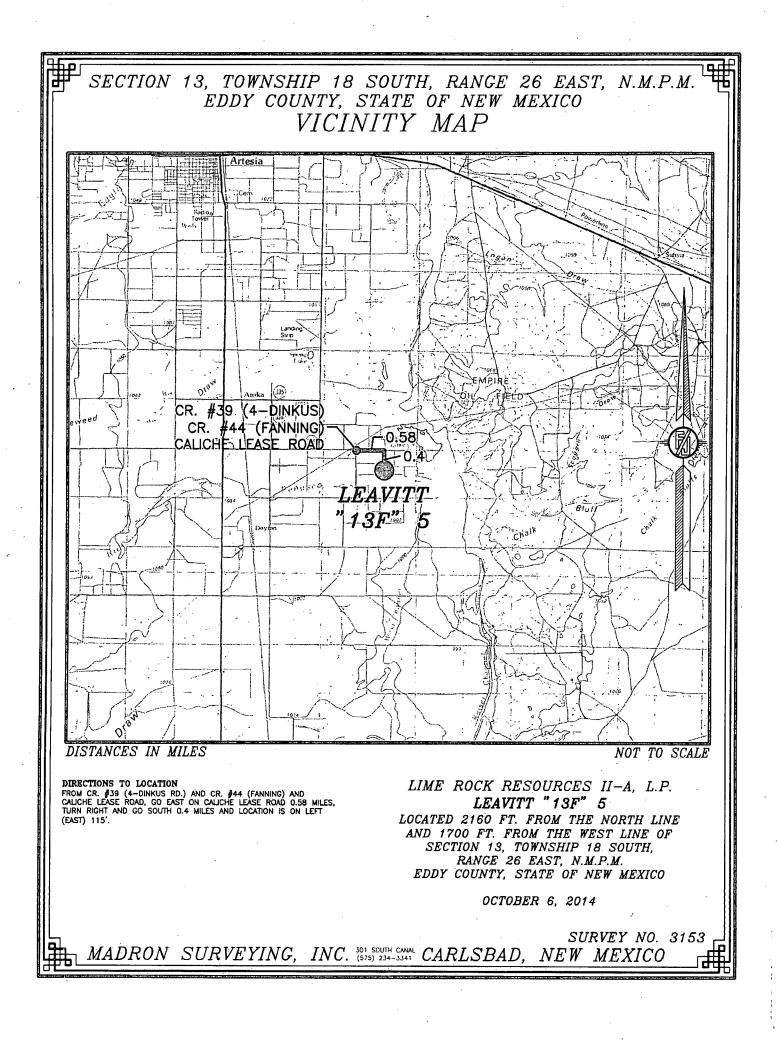
		W	ELL LO	DCATIO	N AND ACF	REAGE DEDIC	CATION PLA	T		
30.0		43110		² Poot Cod	le .		. ⁻³ Poot Na	mè		
3148	Sode S			• •	⁵ Property LEAVIT		· · · · · · · · · · · · · · · · · · ·		⁶ W	fell Number 5
² OGRID				LIME	⁸ Operator ROCK RESO	Name URCES II-A, L.I	2.			Elevation 3297.4
					" Surface	Location				
UL or lot no. F	Section 13	Township 18 S	Range 26 E	Lot Ida	Feet from the 2160	North/South line NORTH	Feet from the 1700	East/We WES		County EDDY
	,	, ,	чE	Bottom H	lole Location	If Different Fro	om Surface			
UL or lat no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County
¹² Dedicated Acr	es [.] ¹³ Joint	or Infill ¹⁴ C	Consolidatio	n Code			¹⁵ Order No.			

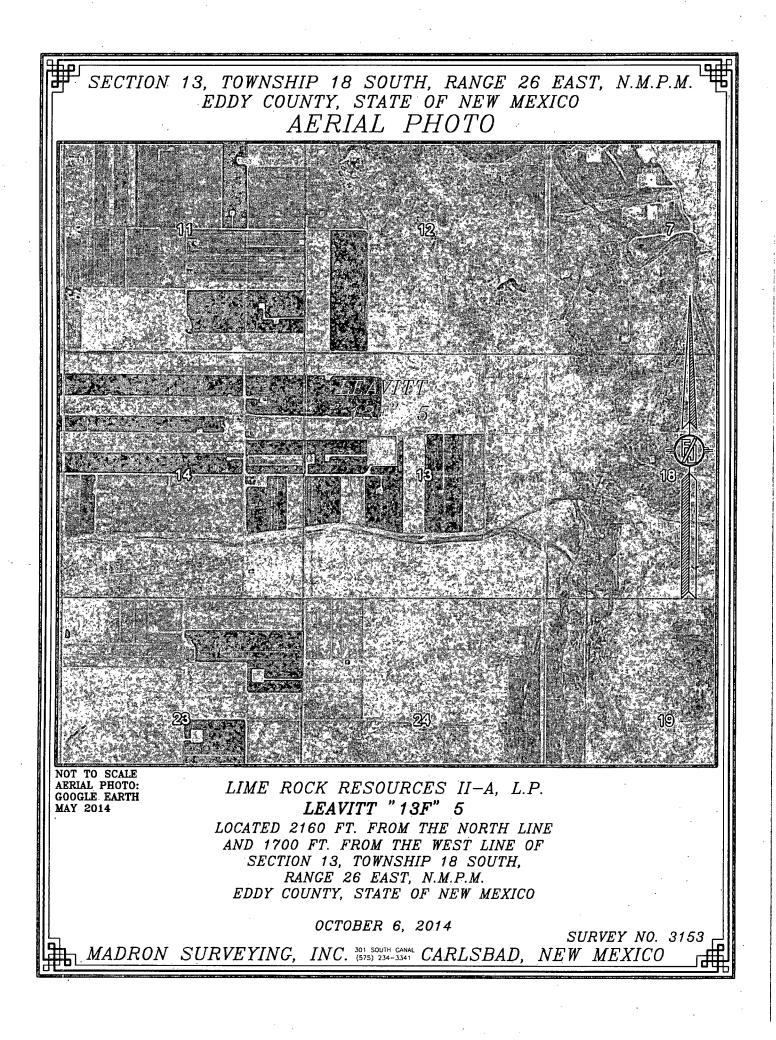
No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

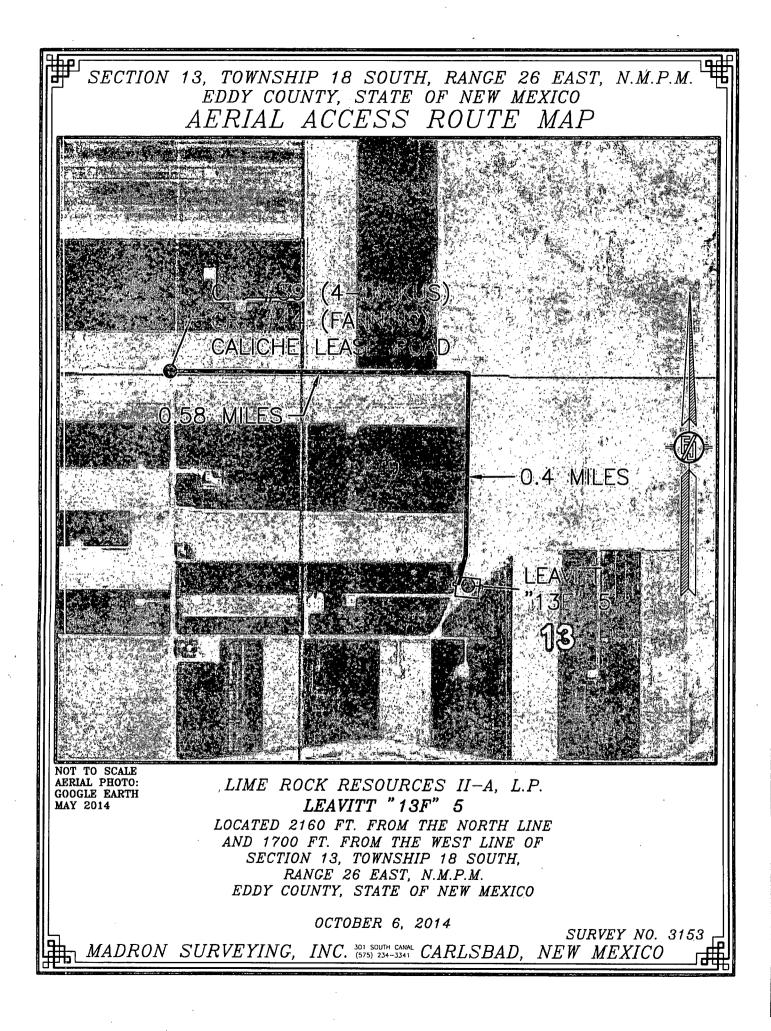
	N89'27'40"E	2603.68 FT N89'27'40"	2693.68 FT	" OPERATOR CERTIFICATION
		N/4 CORNER SEC. 13	NE CORNER SEC. 13	I hereby certify that the information contained herein is true and complete
	NW CORNER SEC. 13 LAT. = 32,7551803'N	SCALED	LAT. = 32.7551803'N	to the best of inv knowledge and belief, and that this organization either
	LONG. = 104.3259440W		LONG. = 104.3259440'W	owns a working interest or unleased mineral interest in the land including
	NMSP EAST (FT)	*	NMSP EAST (FT) N = 638445.60	the proposed bottom hole location or has a right to drill this well at this
Z	N = 638445.60 E = 502271.69		E = 502271.69	location pursuant to a contract with an owner of such a mineral or working
NOO	$t = 502271.69^{\circ}$		52	interest, or to a volution pooling agreement or a compulsory pooling
8		216	683.2	
4		60	268	order heretofore entered by the division:
2	· + +		+	Jeangles 5-13-1.5
265		LEAVITT ¹ 13F" 5	50"W	Signature Date
		ELEV. = 3297.4'	S0040	500 0 - (
6	SURFACE		000	spencer cape
-	1	NMSP EAST (FT)		Printed Name
	1700'	N = 636251.43	·	Sand meratress res. con
		E = 498596.62	1	E-mail Address
	W/4 CORNER SEC. 13		E/4 CORNER SEC. 13	
	SCALED		SCALED	WELLEVEN OF CERTIFICATION
			1 1 1	"SURVEYOR CERTIFICATION
			!	I hereby certify that the well location shown on this
_		NOTE: LATITUDE AND LONGITUDE COORDINATES ARE		plat was plotted from field notes of actual surveys made by me of sunder my supervision, and that the
NOO.	1	SHOWN USING THE NORTH AMERICAN DATUM OF 1927 (NAD27), LISTED NEW MEXICO STATE PLANE EAST		made by the or under my supervision, and that the
ā		COORDINATES ARE GRID (NAD27), BASIS OF BEARING AND DISTANCES USED ARE NEW MEXICO STATE PLANE	. 53	same is the and correction the best of my belief.
18'34		EAST (NADB3) COORDINATES MODIFIED TO THE	2683.	
×				OCTOBER 6: 2014
26				Date of Survey
51.			0.5(in the second second
16		1	4	Sin Marting
Ĩ	SW CORNER SEC. 13	S/4 CORNER SEC. 13	SE CORNER SEC. 13	The for the for the second sec
	LAT. = 32.7404702'N LONG. = 104.3433680'W	LAT. = 32;7404525'N LONG. = 104.3347603'W	LAT. = 32.7404342 N LONG. = 104.3261526 W	Signature and Stal of roleshiphit sur evor
	NMSP EAST (FT)	NMSP EAST (FT)	NMSP EAST (FT)	Certificate Number: FILIMOX PTARAMILLO. PLS 12797
	N = 633094.16	N = 633087.57	N = 633080.97	SURVEY NO. 3153
	E = 496914.57	E = 499561.25	E = 502207.93	
	N89'51'27"W	2647.37 FT N89'51'28"W	2647.38- FT	











Lime Rock Resources II-A, L.P. Drilling Plan

Leavitt 13F #5 2160' FNL 1700' FWL (F) 13-18S-26E Eddy County, NM

- 1. The elevation of the unprepared ground is 3297.4 feet above sea level.
- 2. The geologic name of the surface formation is Quaternary Alluvium.
- 3. A rotary rig will be utilized to drill the well to 5042' and run casing. This equipment will be rigged down and the well will be completed with a workover rig.
- 4. Well will be drilled to a total proposed depth of 5042' MD.
- 5. Estimated tops of geologic markers:

	MD	TVD
Quaternary – Alluvium	Surface	Surface
Yates	NA	NA
7 Rivers	NA	NA
Queen	377	377
Grayburg	764	764
Premier	1004	1004
San Andres	1005	1005
Glorieta	2457	2457
Yeso	2630	2630
Tubb	4250	4250
TD	5042	5042

7. Proposed Casing and Cement program is as follows:

6. Estimated depths at which anticipated oil, gas, or other mineral bearing formations are expected to be encountered:

	MD	TVD
Yates	NA	NA
7 Rivers	NA	NA
Queen	377	377
Grayburg	764	764
Premier	1004	1004
San Andres	1005	1005
Glorieta	2457	2457
Yeso	2630	2630
Tubb	4250	4250
TD	5042	5042

Гуре	Hole	Casing	Ŵt	Grade	Thread	Depth	Sx	Density	Yield	Components
Conductor	26"	20"	91.5	В	Welded	80	80			Ready Mix
Surface	12-1/4"	8-5/8"	24	J-55	ST&C	425	350	14.8	1.35	CI C Cmt + 0.25 lbs/sk Cello Flake + 2% CaCl2
Intermediate										
Production	7-7/8'	5-1/2"	17	J-55	LT&C	5042	200	12.8	1.903	(35:65) Poz/Cl C Cmt + 5% NaCl + 0.25 lbs/sk Cello Flake + 5 lbs/sk LCM-1 +0.2% R-3 + 6% Gel
							780	14.8	1.33	Cl H w/ 0.6% R-3, 0.125% Cello Flake, 2% Gel

8. Proposed Mud Program is as follows

Depth	0-425	425-4892	4892-5042		
Mud Type	Fresh Water Mud	Brine	Brine, Salt Gel, & Starch		
Properties	<u> </u>		· · · · · · · · · · · · · · · · · · ·		
мw	8.4-9.2	9.8-10.1	9.9-10.1		
рН	9.0-10.5	10.0-12.0	10.0-12.0		
WL	NC	NC	20-30		
Vis	28-34	28-29	32-34		
МС	NC	NC	<2		
Solids	NC	<2%	<3%		
Pump Rate	300-500 gpm	375-425 gpm	400-425 gpm		
Special		Use Poymers sticks and MF-55 Hi-Vis Sweeps as necessary	Hi Vis Sweeps, add acid and starch as req. Raise Vis to 35 for log.		

9 Pressure Control Equipment: See Attached Description and diagram of Pressure Control Equipment.

10. Testing, Logging and Coring Program

Testing Program: No drill stem tests are anticipated **Electric Logging Program:** SGR-DLL-CDL-CNL Quad Combo from 5042 to surf. Csg. SGR-CNL to Surf. **Coring Program:** No full or sidewall cores are anticipated.

11. Potential Hazards:

No abnormal temperatures or pressures are expected. There is no known presence of H2S in this area. If H2S is encountered the operator will comply with the provisions of Onshore Oil and Gas Order No. 6. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Estimated BHP 2218.48 psi based on 0.44 x TD. The estimated BHT is 125 degrees F.

12. Duration of Operations:

Anticipated spud date will be soon after approval and as soon as a rig will be available. Move in operations and drilling is expected to take 10 days. An additional 14 days will be needed it complete the well and to construct surface facilities.

Hydrogen Sulfide Drilling Plan Summary

A. All personnel shall receive proper H2S training in accordance with Onshore Order 6 III.C.3.a.

B. Briefing Area: two perpendicular areas will be designated by signs and readily accessible.

C. Required Emergency Equipment:

Well control equipment

a. Flare line 150' from wellhead to be ignited by flare gun.

b. Choke manifold with a remotely operated choke.

c Mud/gas separator

Protective equipment for essential personnel.

Breathing apparatus:

a. Rescue Packs (SCBA) — 1 unit shall be placed at each breathing area, 2 shall be stored in the safety trailer.

b. Work/Escape packs —4 packs shall be stored on the rig floor and contain sufficiently long air hoses as to not to restrict work activity.

c. Emergency Escape Packs --- 4 packs shall be stored in the doghouse for emergency evacuation.

Auxiliary Rescue Equipment:

a. Stretcher

b. Two OSHA full body harness

c. 100 ft 5/8 inch OSHA approved rope

d. 1-20# class ABC fire extinguisher

H2S detection and monitoring equipment:

The stationary detector with three sensors will be placed in the upper dog house if equipped, set to visually alarm @ 10 ppm and audible @ 14 ppm. Calibrate a minimum of every 30 days or as needed. The sensors will be placed in the following places: Rig floor / Bell nipple / End of flow line or where well bore fluid is being discharged.

(Gas sample tubes will be stored in the safety trailer)

Visual warning systems:

a. One color code condition sign will be placed at the entrance to the site reflecting the possible conditions at the site.

b. A colored condition flag will be on display, reflecting the current condition at the site at the time.

c. Two wind socks will be placed in strategic locations, visible from all angles.

Mud program:

The mud program has been designed to minimize the volume of H2S circulated to surface. The operator will have the necessary mud products to minimize hazards while drilling in H2S bearing zones.

Metallurgy:

a. All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

b. All elastomers used for packing and seals shall be H2S trim.

Communication: .

Communication will be via two way radio in emergency and company vehicles. Cell phones and land lines where available.

H2S CONTINGENCY DRILLING PLAN EMERGENCY CONTACTS

Company Offices -	Lime Rock Houston Office	713-292-9510
	Answering Service (After Hours)	713-292-9555
	Artesia, NM Office	575-748-9724
	Roswell, NM	575-623-8424

KEY PERSONNEL

Name	Title	Location	Office #	Cell #	Home #
Mike Loudermilk	Operations Manager	Houston	713-292-9526	832-331-7367	Same as Cell
Spencer Cox	Operations Engineer	Houston	713-292-9528	432-254-5140	Same as Cell
Eric McClusky	Operations Engineer	Houston	713-360-5714	405-821-0534	832-491-3079
Jerry Smith	Assistant Production Supervisor	Artesia	575-748-9724	505-918-0556	575-746-2478
Michael Barrett	Production Supervisor	Roswell	575-623-8424	505-353-2644	575-623-4707
Gary McCelland	Well Site Supervisor	Rotates on Site	NA	903-503-8997	NA
Dave Williamson	Well Site Supervisor	Rotates on Site	NA	575-308-9980	NA

·	Agency Call List	
City	Agency or Office	Telephone #
Artesia	Ambulance	911
Artesia	State Police	575-746-2703
Artesia	Sherriff's Office	575-746-9888
Artesia	City Police	575-746-2703
Artesia	Fire Department	575-746-2701
Artesia	Local Emergency Planning Committee	575-746-2122
Artesia	New Mexico OCD District II	575-748-1283
Carlsbad	Ambulance	911
Carlsbad	State Police	575-885-3137
Carlsbad	Sherriff's Office	575-887-7551
Carlsbad	City Police	575-885 - 2111
Carlsbad	Fire Department	575-885-2111
Carlsbad	Local Emergency Planning Committee	575-887-3798
Carlsbad	US DOI Bureau of Land Management	575-887-6544
State Wide	New Mexico Emergency Response Commisssion ("NMERC")	505-476-9600
State Wide	NMERC 24 Hour Number	505-827-9126
State Wide	New Mexico State Emergency Operations Center	505-476-9635
National	National Emergency Response Center (Washington D.C.)	800-424-8802

	Emerge	ency Services		
Name	Service	Location	Telephone Number	Alternate Number
Boots & Coots International Well Control	Well Control	Houston / Odessa	1-800-256-9688	281-931-8884
Cudd Pressure Control	Well Control/Pumping	Odessa	915-699-0139	915-563-3356
Baker Hughes Inc.	Pumping Services	Artesia, Hobbs & Odessa	575-746-2757	Same
Total Safety	Safety Equipment & Personnel	Artesia	575-746-2847	Same
Cutter Oilfirld Services	Drilling Systems Equipment	Midland	432-488-6707	Same
Safety Dog	Safety Equipment & Personnel	Artesia	575-748-5847	575-441-1370
Fighting for Life	Emergency Helicopter Evacuation	Lubbock	806-743-9911	Same
Aerocare	Emergency Helicopter Evacuation	Lubbock	806-747-8923	Same
Med Flight Air Ambulance	Emergency Helicopter Evacuation	Alburquerque	505-842-4433	Same
Artesia General Hospital	Emergency Medical Care	Artesia	575-748-3333	702 North 13th Street

, .

Pressure Control Equipment

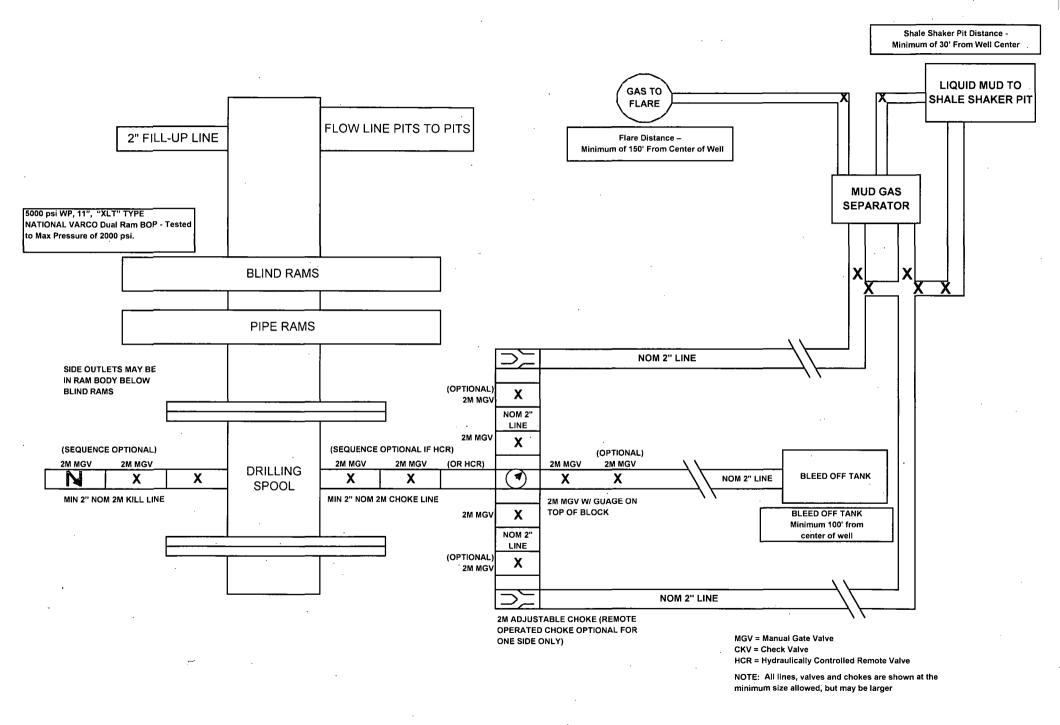
The blowout preventer equipment (BOP) will consist of a 5000 psi rated, "XLT" type, National VARCO double ram preventer that will be tested to a maximum pressure of 2000 psi. The unit will be hydraulically operated and the ram type preventer will be equipped with blind rams on top and drill pipe rams on bottom. The 2M BOP will be installed on the 8 5/8" surface casing and utilized continuously until total depth is reached. All casing strings will be tested as per Onshore Order #2. This also includes a thirty day (30) test, should the rig still be operating on the same well in thirty days.

Pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These functional tests will be documented on the daily drilling logs.

The BOP equipment will consist of the following:

- Double ram with blind rams (top) and pipe rams (bottom),
- Drilling spool, or blowout preventer with 2 side outlets (choke side shall be a 2" minimum diameter, kill side will be at least 2 inch diameter),
- Kill line (2 inch minimum),
- A minimum of 2 choke line valves (2 inch minimum),
- 2 inch diameter choke line,
- 2 kill valves, one of which will be a check valve (2 inch minimum),
- 2 chokes, one of which will be capable of remote operation,
- Pressure gauge on choke manifold,
- Upper Kelly cock valve with handle available,
- Safety valve and subs to fit all drill string connections in use,
- All BOPE connections subjected to well pressure will be flanged, welded, or clamped,
- A Fill-up line above the uppermost preventer.

2M BOP SCHEMATIC



Lime Rock Resources II-A, L.P.

Leavitt 13F #5

Unit F, S13-T18S-R26E, Eddy County, NM

Design: Closed Loop System with roll-off steel bins (pits)

CRI/HOBBS will supply (2) bins (100 bbl) volume, rails and transportation relating to the Close Loop System. Specification of the Closed Loop System is attached.

Contacts: Gary Wallace (432) 638-4076 Cell (575) 393-1079 Office

Scomi Oil Tool: Supervisor – Armando Soto (432) 553-7979 Hobbs, NM

Monitoring 24 Hour service Equipment:

Centrifuges – Derrick Brand Rig Shakers – Brandt Brand D-watering Unit Air pumps on location for immediate remediation process Layout of Close Loop System with bins, centrifuges and shakers attached.

Cuttings and associated liquids will be hauled to a State regulated third party disposal site (CRI or Controlled Recovery, Inc.). The disposal site permit is DFP = #R9166.

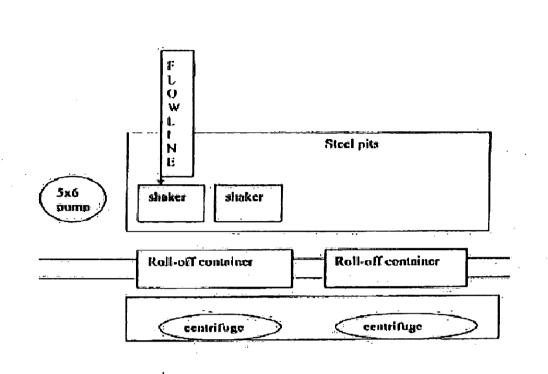
2- (250 bbl) tanks to hold fluid2-CRI bins with track system2-500 bbl frac tanks with fresh water2-500 bbl frac tanks for brine water

Operations:

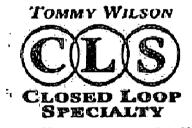
Closed Loop System equipment will be inspected daily by each tour and any necessary maintenance performed. leak in system will be repaired and/or contained immediately. OCD will be notified within 48 hours of any spill. Remediation process will start immediately.

<u>Closure:</u>

During drilling operations all liquids, drilling fluids and cuttings will be hauled off via CRI equipment to DFP #R9166.



This will be maintained by 24 hour solids control personnel that stay on location.



Office: \$15,746,1689

Celli 575.748.6367

Permit Conditions of Approval

API: 30-015-43110

OCD Reviewer	Condition
	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string