State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary-Designate

Jami Bailey, Division Director Oil Conservation Division



Brett F. Woods, Ph.D. Deputy Cabinet Secretary

New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator Signature Date: August 15, 2013

Well information: EnerVest Operating Jicarilla Apache 102 #14M 30-039-31193 Section 9, T26N, R4W

Conditions of Approval:

Notify NMOCD 24hrs prior to beginning operations. Hold C104 for NSL for Dakota & Directional survey & "As drilled" plat

Well Hypa

AUG 2 9 2013

NMOCD Approved by Signature

Date

Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

AUG 16 2013 5. Lease Serial No. Jicarilla Contract 102

SUNDRY NOTICES AND REPORTS ON WELLS SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to reentagen Field Office

abandoned well. U	se Form 3160-3 (A	PD) for su	chiproposa	is Mana	gicanila Apache Tribe	e 		
SUBMITI	IN TRIPLICATE - Other	instructions o	n page 2.		7. If Unit of CA/Agreer	ment, Name and/or No.	_	
1. Type of Well	II Other		· · · · ·		8. Well Name and No.			
2. Name of Operator EnerVest Operating, L.L.C.					Jicarilla Apache 102: 9. API Well No. 30-039-31193	#14IVI	_	
3a. Address		3b. Phone No.	(include area co	ode)	10. Field and Pool or Ex	xploratory Area		
1001 Fannin St., Suite 800 Houston, TX 77002		713-659-350	•		Blanco Mesaverde/B			
4. Location of Well (Footage, Sec., T.R., 1310' FSL & 1482' FWL (UL N) Sec. 9 T26N R04W	M., or Survey Description	980' FWL			11. County or Parish, Si Rio Arriba, NM	tate	_	
12. CHECK	THE APPROPRIATE BO	X(ES) TO IND	ICATE NATUR	E OF NOTIC	CE, REPORT OR OTHE	R DATA	_	
TYPE OF SUBMISSION			TY	YPE OF ACT	ION			
✓ Notice of Intent	Acidize Alter Casing	Deep	en ure Treat	=	uction (Start/Resume)	Water Shut-Off Well Integrity		
Subsequent Report	Casing Repair	New	Construction	Reco	mplete	Other Correction		
	Change Plans	_	and Abandon		orarily Abandon		_	
Final Abandonment Notice 13. Describe Proposed or Completed Open	Convert to Injection	Plug			r Disposal		_	
The purpose of this sundry is to correct originally submitted. Attached are the proposed drilling protops, TD, and casing points are all corrections.	gram and a revised dired	ctional plan, a	s well as a prop	oosed wellbo		·		
						RCVD AUG 22 '13		
						OIL CONS. DIV. DIST. 3		
14. I hereby certify that the foregoing is true	and correct. Name (Printer	d/Typed)						
Bart Trevino		Title Regulatory Analyst						
Signature			Date 08/15/2	013				
	THIS SPACE	FOR FEDE	RAL OR ST	TATE OF	ICE USE			
Approved by **Description of Approval, if any, are attached. The conditions of Approval, if any, are attached. The condition of Approval of the condition of			ertify	troleus	n Engineer D	8/20/20/3 vate	_	

entitle the applicant to conduct operations thereon.

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false,

Surface: 1310' FSL, 1482' FWL Unit N, Sec. 9, T26N R04W Bottom Hole: 660' FSL, 1980' FWL Unit N, Sec 9, T26N, R04W Rio Arriba County, NM GL Elev: 7112'

Revised Drilling Plan (7-15-2013)

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All Lease and /or unit operations will be conducted in such a manner that full compliance is made with applicable laws, regulations, BLM Onshore orders and EnerVest's approved Further Development Project Plan. The operator is fully responsible for the actions of its subcontractors. A copy of the APD and Conditions of Approval will be available to the field representatives to ensure compliance.

4.1, 4.2 ESTIMATED (TVD) FORMATION TOPS (KB) and NOTABLE ZONES:

The following are estimates of formation and proposed casing depths.

Formation Name	Depth (TVD)	Rock Type	Comments
San Jose	Surface	Sandstone	
Ojo Alamo	3095'	Sandstone	Possible Gas, Water
Kirtland	3599'	Shale	
Fruitland	3645'	Coal, Shale, Sandstone	Possible Lost Circ, Gas, Water
Pictured Cliffs	3835'	Sandstone	Possible Lost Circ, Gas, water
Lewis	4082'	Shale	Sloughing Shale
Mesa Verde (Cliffhouse)	5510'	Sandstone	Possible Lost Circ, Gas, Water
Mesa Verde (Menefee)	5616'	Coal, Sandstone, Shale	Possible Lost Circ, Gas, Water
Mesa Verde (Point Lookout)	5950'	Sandstone	Possible Lost Circ, Gas, Water
Mancos	6087'	Shale	Sloughing Shale
Greenhorn	7935'	Limestone	Gas, Oil
Graneros	7970'	Shale	Gas, Oil, Water
Dakota	7988'	Sandstone	Gas, Oil, Water
Proposed Total Depth	8283'		

Fresh water zones will be adequately protected by setting and cementing the surface casing. All zones containing commercial quantities of oil or gas will be cased and cemented.

This well is to be drilled as a directionally drilled "S-shaped" well. The well is to be drilled vertically from surface to a kick off point at \pm 600 ft MD. The well will be directionally drilled at a 142.54 degree azimuth to a point 818 ft south east of the surface location and at an estimated MD of \pm 17. The well will be drilled vertically from that point to the estimated TD.

Surface: 1310' FSL, 1482' FWL Unit N, Sec. 9, T26N R04W Bottom Hole: 660' FSL, 1980' FWL Unit N, Sec 9, T26N, R04W Rio Arriba County, NM GL Elev: 7112'

4.3 PRESSURE CONTROL:

Maximum expected pressure is ~1822 (.22 pressure gradient) psi. The drilling contract has not yet been awarded, thus the exact BOP and Choke Manifold model to be used is not yet known. A typical 11" 2000 psi model is pictured in Exhibits A & B.

A remote accumulator will be used, the pressures, capacities location of the remote and manual controls will be identified at the time of the BLM supervised BOP test.

BOP equipment, accumulator, choke manifold and all accessories will meet or exceed BLM requirements as listed in Onshore Order #2 for the 2M systems. The pressure control equipment considerations include but will not be limited to:

- 1. BOP will be a double gate ram preventer with a set of blind rams and a set of properly-sized pipe rams.
- 2. Accumulator will have sufficient capacity to close the BOP rams and retain 200 psi above pre charge.
- 3. Accumulator fluid volume is to be maintained at manufacturer's recommendations.
- 4. BOP will also have manual closing handles available.
- 5. 2" minimum kill line and kill line valves (2).
- 6. Choke manifold (2" lines) with 2 adjustable chokes with valves and gauge.
- 7. Manually operated Kelly cocks available.
- 8. Safety valve and sub(s) with adequate opening for all drill strings used.
- 9. Fill line and flow line above the upper-most BOP rams.

BOPs will be pressure tested; after initial installation, before drilling out from under all set and cemented casing strings and any time a seal is broken. The BOPs will also be pressure tested a minimum of once every 21 days by a 3rd party. Additionally, the BOPs will be operationally checked every 24 hours.

All tests and pressure tests will be recorded on IADC log.

Ram type preventors, choke manifold and related pressure control equipment will be pressure tested to the rated working pressure of 2000 psi (high) and 250 psi (low).

The casing strings will be pressure tested per BLM Onshore Order #2 for 30 min as follows:

- a. Surface casing tested to 600 psi prior to drilling out the shoe.
- b. The 4 ½" 11.6# N-80 production casing will be tested to 6000 psi at the commencement of completion operations.

Surface: 1310' FSL, 1482' FWL Unit N, Sec. 9, T26N R04W Bottom Hole: 660' FSL, 1980' FWL Unit N, Sec 9, T26N, R04W

Rio Arriba County, NM GL Elev: 7112'

4.4 PROPOSED CASING PROGRAM:

The casings program is designed as follows:

Casing Design

				8 2 00.8.				
Hole/Casing	Hole Size	Casing	Weight	Grade	Age	Connection	Тор	Bottom
Description		OD	lb/ft					
Surface	12 1/4"	9 ⁵ / ₈ "	36	J-55	New	ST&C	0	500'
Prod Csg.WD EVB	7 ⁷ / ₈ "	4 ½"	11.6	N-80	New	LT&C	500° 500°	8383' 8283'

Surface casing is to be cemented to surface. The production casing is to be cemented in 3 stages covering all zones of production potential and the 3rd stage is intended to circulate cement to surface.

4.5 CASING CEMENT:

A prototypical cementing program is listed as follows, site-specific cement designs will be produced for each well as the hole conditions warrant. The cement program will designed to meet the BLM Onshore Order #2 and NMOCD requirements.

Surface casing will be cemented to the surface.

Cement and properties; Mix and pump 225 sacks (313 cu ft) Type III cement (or equivalent) cement. Slurry density is to be 14.6 (yield = 1.39 cu ft/sx). Volume will include 100% excess. Cement is to be displaced using a top plug.

Two centralizers will be run on the shoe joint, one centralizer each on the next two joints and then one centralizer on every third joint thereafter.

The surface casing will be pressure tested to 600 psi prior to drilling out the shoe.

Surface: 1310' FSL, 1482' FWL Unit N, Sec. 9, T26N R04W Bottom Hole: 660' FSL, 1980' FWL Unit N, Sec 9, T26N, R04W Rio Arriba County, NM

GL Elev: 7112'

Production casing will be cemented in 3 stages covering all zones of production potential and the 3rd stage is intended to circulate cement to surface. Volumes based on 50% OH excess cement for stage 1, 2 and 3.

Stage 1 cement; mix and pump 577 sacks (1159 cu ft) premium lite high strength cement with CaCl2, cellophane, gilsonite and fluid loss agent. Slurry density is to be 12.5 (yield = 2.01 cu ft/sx).

DV tool at +/- 5000 ft. MD

Stage 2 Lead cement; mix and pump 192 sacks (408 cu ft) premium lite slurry with CaCl2, cello flake and gilsonite. Estimated slurry density is to be 12.1 (yield = 2.13 cu ft/sx).

Stage 2 Tail cement; mix and pump 50 sacks (70 cu ft) Type III cement (or equivalent) cement. Slurry density is to be 14.6 (yield = 1.39 cu ft/sx). or equivalent cement.

DV tool at +/- 3600 ft. MD

Stage 3 Lead cement; mix and pump 540 sacks (1151 cu ft) premium lite slurry with CaCl2, cello flake and gilsonite. Estimated slurry density is to be 12.1 (yield = 2.13 cu ft/sx).

Stage 3 Tail cement; mix and pump 50 sacks (70 cu ft) Type III cement (or equivalent) cement. Slurry density is to be 14.6 (yield = 1.39 cu ft/sx). or equivalent cement.

Two centralizers will be run on the shoe joint, one centralizer on every third joint into the surface casing.

The production casing will be pressure tested for 30 minutes at the commencement of completion operations as outlined above

Where cement has not been circulated to surface (or to planned depth) a CBL or temperature survey will be run to determine the TOC for that casing string. A CBL log will be run in the production casing prior to the commencement of completion operations.

Surface: 1310' FSL, 1482' FWL Unit N, Sec. 9, T26N R04W Bottom Hole: 660' FSL, 1980' FWL Unit N, Sec 9, T26N, R04W Rio Arriba County, NM

GL Elev: 7112'

Cement specifications may vary slightly due to cement type and cement contractor availability.

4.6 MUD PROGRAM

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Depth (MD)	Туре	Wt / pp		Visc	Fluid Loss	
0-500'	FW gel/Lime Sp	oud Mud	8.4-9.0	30-40	N/C	
500'-8383'	LSND/Gel swee	ps, LCM as needed	8.7-9.0	20-32	4-6 cc	

The well will be drilled utilizing a closed loop mud handling system. The closed loop system will comply with the NMOCD pit rules pertaining to the use of the system and disposal of the drill cuttings and waste. Drilling mud will be moved for re-use to drill subsequent wells whenever possible.

Viscosity, mud weight and other physical and chemical characteristics of the drilling mud will be varied as required to keep the hole clean, circulate drill cuttings, prevent caving, prevent lost circulation and maximize penetration rate.

Sufficient mud and materials will be kept on site to maintain mud properties and meet lost circulation or mud weight requirements at all times.

Mud design may change depending on well conditions, LCM, fluid loss and viscosity will be determined by the EnerVest representative and the mud engineer on site.

4.7 CORING, TESTING, & LOGGING

No cores or drill stem tests are planned. Well logs to be run are:

500' to TD; GR/ Cement Bond Log, at the commencement of completion operations. **1000' to TD;** GR/Induction/Density Neutron. (Cased hole GR/Neutron will be run if the hole conditions do not allow the use of the open hole logs)

This well will be directionally drilled and a record of the deviation will be run while drilling. A deviation survey will be submitted at the conclusion of the well completion.

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GL Elev: 7112'

4.8 ANTICIPATED PRESSURES AND TEMPERATURES:

a. Expected bottom hole pressure: < 1822 psi

b. Anticipated abnormal pressure: Nonec. Anticipated abnormal temperatures: None

d. Anticipated hazardous gas (H2S): None

If any of the foregoing conditions are unexpectedly encountered, suitable steps will be taken to mitigate according to accepted industry best practices.

4.9 OTHER INFORMATION:

The anticipated spud date is spring 2014. The spud date will be dependent on the weather conditions, road conditions and the Conditions of Approval.

The dirt work for road and well pad construction will commence upon approval of the APD and will be dependent on weather conditions.

The well will be spud after well pad construction is complete and a suitable rig becomes available. The duration of drilling operations is expected to be from two to three weeks. The drilling rig and associated equipment will be removed and preparations will be made for the completion of the well.

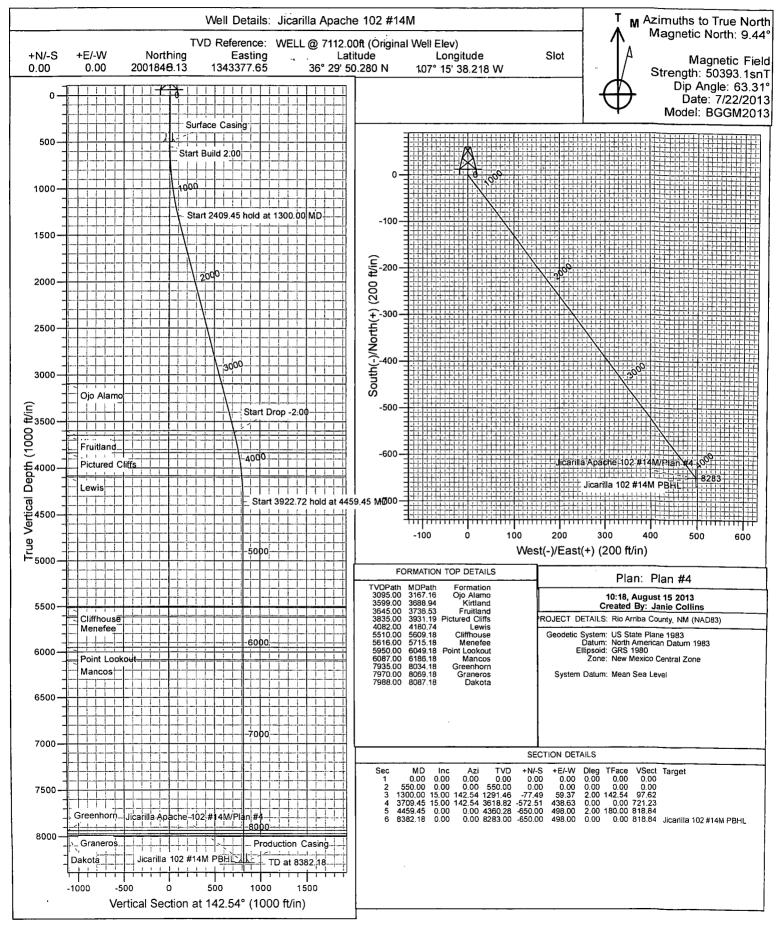
Completion will start about one to four weeks after the finish of the drilling operations. A completion rig will be moved in for the completion phase. The completion phase of the well is expected to +/- two weeks. The completion phase will include; perforating, acidizing, fracture stimulation and well testing.

Some events/situations may arise that could potentially change the starting date or project duration that are out of EnerVest's control. If such events/situations arise, the proper officials will be promptly notified.



Company: EnerVest Operating LLC Project: Rio Arriba County, NM (NAD83)

Site: Jicarilla



EnerVest Operating LLC

Rio Arriba County, NM (NAD83) Jicarilla Jicarilla Apache 102 #14M

OH

Plan: Plan #4

Standard Planning Report

15 August, 2013



www.selentifiedrilling.com

Planning Report



Database Grand Junction District Company EnerVest Operating LLC Rio Arriba County, NM (NAD83) Project:

Wéll: Jicarilla Apache 102 #14M

Wellbore

Design: Plan #4 Local Co-ordinate Reference

TVD Reference: MD Reference:

North Reference Survey Calculation Method: Well Jicarilla Apache 102 #14M

WELL @ 7112.00ft (Original Well Elev) WELL @ 7112.00ft (Original Well Elev).

True

Minimum Curvature

Project * Rio Arriba County, NM (NAD83)

Map System: Geo Datum:

US State Plane 1983

North American Datum 1983

Map Zone:

Site /

New Mexico Central Zone

System Datum:

Mean Sea Level

Site Position:

Well Position

Lat/Long

Northing:

-274,017,644.35 usft

Latitude:

7° 5' 24 101 S

From: Position Uncertainty:

0.00 ft

Easting:

372,015,898.75 usft

Longitude:

42° 3' 21.841 E

Slot Radius:

13.200 in

Grid Convergence:

0.00

Well Jicarilla Apache 102 #14M

> +N/-S +E/-W

460,410,665.20 ft 40,096,780.92 ft

Northing: Easting:

2,001,848.14 usft

9.44

Latitude:

36° 29' 50.280 N

BGGM2013

1,343,377.65 usft

Longitude:

107° 15' 38.218 W

0.00 ft Ground Level: **Position Uncertainty** Wellhead Elevation: 7,112.00 ft

Wellbore ОH

Design Plan #4

Audit Notes:

Version:

Phase:

7/22/2013

PLAN

Tie On Depth:

0.00

Vertical Section

Depth From (TVD) 0.00 0.00

0.00

(°). 142.54

Plan Sections Measured Depth I	nclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Dogleg Rate (*/100ft)	Build Rate	Turn Rate °/100ft)	TFO	
(11)			1412	(m)	(ft)		(arioon)	710011		Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
550.00	0.00	0.00	550.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,300.00	15.00	142.54	1,291.46	-77.49	59.37	2.00	2.00	0.00	142.54	
3,709.45	15.00	142.54	3,618.82	-572.51	438.63	0.00	0.00	0.00	0.00	
4,459.45	0.00	0.00	4,360.28	-650.00	498.00	2.00	-2.00	0.00	180.00	
8,382.18	0.00	0.00	8,283.00	-650.00	498.00	0.00	0.00	0.00	0.00	Jicarilla 102 #14M PB

PBHL) /-> (1310-650) = 660 ft/s > X-> (1482+498) = 1980 ft/w

William Tambekou 8/20/20/3

Planning Report



Database: Company: Project:

Site:

Grand Junction District EnerVest Operating LLC

Rio Arriba County, NM (NAD83)

Jicarilla

Well: Jicarilla Apache 102 #14M

Wellbore: OH
Design: Plan #4

Local Co-ordinate Reference:

TVD Reference:

North Reference: Survey Calculation Method: Well Jicarilla Apache 102 #14M

WELL @ 7112.00ft (Original Well Elev)
WELL @ 7112.00ft (Original Well Elev)

True

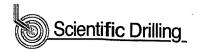
Minimum Curvature

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Greenhorn									
8,069.18	0.00	0.00	7,970.00	-650.00	498.00	818.84	0.00	0.00	0.00
Graneros									-
8,087.18	0.00	0.00	7,988.00	-650.00	498.00	818.84	0.00	0.00	0.00
Dakota									
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8,200.00	0.00	0.00	8,100.82	-650.00	498.00	818.84	0.00	0.00	0.00
8,300.00	0.00	0.00	8,200.82	-650.00	498.00	818.84	0.00	0.00	0.00
8,382.18	0.00	0.00	8,283.00	-650.00	498.00	818.84	0.00	0.00	0.00
TD at 8382.18 - Ji	carilla 102 #14	M PBHL				•			
						·			

Design Targets Target Name hit/miss target Dip A	Angle °)	Dip Dir.	TVD (ft)	+N/S: (R)	+E/-W. (ft)	Northing (usft)	Easting (usft)	Latitude'.	Longitude
Jicarilla 102 #14M PBHL - plan hits target center - Point	0.00	0.00	8,283.00	-650.00	498.00	2,001,192.95	1,343,868.80	36° 29' 43.853 N	107° 15' 32.119 W

	Formations Measured	Vertical		Dip
,	Depth (ft)	Depth (ft)	Name	Dip Direction Lithology (*)
	3,167.16	3,095.00	Ojo Alamo	0.00
	3,688.94	3,599.00	Kirtland	0.00
	3,736.53	3,645.00	Fruitland	0.00
	3,931.19	3,835.00	Pictured Cliffs	0.00
	4,180.74	4,082.00	Lewis	0.00
	5,609.18	5,510.00	Cliffhouse	0.00
	5,715.18	5,616.00	Menefee	0.00
	6,049.18	5,950.00	Point Lookout	0.00
	6,186.18	6,087.00	Mancos	0.00
	8,034.18	7,935.00	Greenhorn	0.00
	8,069.18	7,970.00	Graneros	0.00
	8,087.18	7,988.00	Dakota	0.00

Planning Report



Database: Grand Junction District
Company: EnerVest Operating LLC
Project: Rio Arriba County, NM (NAD83)

Site: Jicarilla

Well: Jicarilla Apache 102 #14M

Wellbore: OH
Design: Plan #4

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Jicarilla Apache 102 #14M

WELL @ 7112.00ft (Original Well Elev)
WELL @ 7112.00ft (Original Well Elev)

True

Minimum Curvature

		Control of the Contro	State d'all'indulation and a laboration de l'industrie	Advanture advantage to the control of the control o
Plan Annotations	produce as an application action.	white commendations at an along manual	Secure out interpretable factories is placed by the	Apple to provide the state of t
> Measured	Vertical :	🚠 💹 Local Coordi	nates	
Depth	Depth	+N/-S	+E/-W	
(11)	(n)	(ft)是是是自己的	(ft)	Comment
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1,300.00	1,291.46	<i>-</i> 77.49	59.37	Start 2409.45 hold at 1300.00 MD
3,709.45	3,618.82	-572.51	438.63	Start Drop -2.00
4,459.45	4,360.28	-650.00	498.00	Start 3922.72 hold at 4459.45 MD
8,382.18	8,283.00	-650.00	498.00	TD at 8382.18

