State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary **Heather Riley, Division Director**Oil Conservation Division



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: 12/28/17

Well information:

API WELL #	Well Name	Well #	Operator Name	Туре	Stat	County	Surf_Owner	UL	Sec	Twp	N/S	Rng	W/E	Feet	NS	Ft	EW
30-039- 29423-00-00			HILCORP ENERGY COMPANY	G		Rio Arriba	F	0	3	27	N	6	W	1250	S	2100	E

Application Type: P&A Drilling/Casing Change Location Change Recomplete/DHC (For hydraulic fracturing operations review EPA Underground injection control Guidance #84; Submit Gas Capture Plan form prior to spudding or initiating recompletion operations) Other:
Conditions of Approval:
File subsequent recompletion sundry, C-104 and completion report for Blanco Mesaverde before returning to production.

NMOCD Approved by Signature

1/18/18 Date Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OIL CONS. DIV DIST. 2

AN I I ZUTA

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No.

			NMSF079049A					
, SUN	NDRY NOTICES AND REP	6. If Indian, Allottee or Tribe Name						
Do not us	e this form for proposals	to drill or to re-enter a	n					
abandoned	well. Use Form 3160-3 (A	APD) for such proposa	ls.					
	UBMIT IN TRIPLICATE - Other ins	7. If Unit of CA/Agreement, Name and/or No.						
1. Type of Well								
Oil Well	X Gas Well Other			8. Well Name and No.				
		San Juan	1 28-6 Unit 115N	1				
2. Name of Operator				9. API Well No.				
	Hilcorp Energy Compa	any		30-0	39-29423			
3a. Address		3b. Phone No. (include area co	de)	10. Field and Pool or Explorato	ory Area			
PO Box 4700, Farmingt	on, NM 87499	505-599-3400		Blanco Mesa	verde/Basin Da	kota		
4. Location of Well (Footage, Sec., T.,F				11. Country or Parish, State				
Surface Unit O (S	SWSE) 1250'FSL & 2100' F	EL, Sec. 3, T27N, R06	W	Rio Arriba ,	New Mexic	D		
12. CHECK	THE APPROPRIATE BOX(ES)	TO INDICATE NATURE	OF NOT	TICE, REPORT OR OTHE	ER DATA			
TYPE OF SUBMISSION		TYPE	OF ACT	TION				
X Notice of Intent	Acidize	Deepen	Pr	roduction (Start/Resume)	Water Shut-Off			
	Alter Casing	Fracture Treat	Re	eclamation	Well Integrity			
Subsequent Report	Casing Repair	New Construction	X Re	ecomplete	Other			
6	Change Plans	Plug and Abandon	Те	emporarily Abandon				
Final Abandonment Notice	Convert to Injection	Plug Back	W	ater Disposal				
13. Describe Proposed or Completed Op								
1 1 1	onally or recomplete horizontally, give							
Attach the bond under which the w	ork will be performed or provide the E	Bond No. on file with BLM/BIA.	Required	l subsequent reports must be file	ed within 30 days			

Hilcorp Energy Company plans to recomplete the subject well in the Mesaverde formation and downhole commingle the existing Dakota with the Mesaverde. Attached is the MV C102, recomplete procedure & wellbore schematic. The DHC1814AZ application has been approved on 3/24/2005. A Closed Loop system will be utilized.

following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once Testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has

Notify NMOCD 24 hrs prior to beginning operations

determined that the site is ready for final inspection.)

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

RECEIVED

DEC 2 9 2017

Tammy Jones

Title Operations/Regulatory Technician - Sr.

Signature Image: Date Image: Da

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

(Instruction on page 2)

entitle the applicant to conduct operations thereon.



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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 **District IV**

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico
Energy, Minerals and Natural
Resources
Oil Conservation Division
1220 S. St Francis Dr.

Santa Fe. NM 87505

Form C-102 August 1, 2011

Permit 246349

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name							
30-039-29423	72319	BLANCO-MESAVERDE (PRORATED GAS)							
4. Property Code	5. Property Name	6. Well No.							
318710	SAN JUAN 28 6 UNIT	115N							
7. OGRID No.	8. Operator Name	9. Elevation							
372171	HILCORP ENERGY COMPANY	6263							

10. Surface Location

	UL - Lot	Section	Township 27N	Range 06W	Lot Idn	Feet From 1250	N/S Line	Feet From 2100	E/W Line	County RIO ARRIBA
ı	U	3	2/11	0000		1250	3	2100		KIO VIVIDA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
<u></u>	<u> </u>	<u> </u>				<u> </u>					
12. Dedicated A	12. Dedicated Acres			13. Joint or Infill		14. Consolidation Code					
320.28 E/2					i						

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

	:		
		7 7 2 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
			The second secon

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Tammy Jones

Title:

Operations/Regulatory Technician - Sr.

Date:

12/27/2017

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By:

Jason C Edwards

Date of Survey:

6/14/2004

Certificate Number:

15269

Hilcorp SAN JUAN 28-6 UNIT 115N Mesaverde Recompletion

Lat 36.5993 N

Long -107.45175 W

PROCEDURE

- 1. MIRU service rig and associated equipment; test BOP.
- 2. TOOH with 2 3/8" tubing set at 7,330'.
- 3. Set a 4-1/2" composite bridge plug at +/- 5,700' to isolate the Dakota. Note: TOC at 2,540' by CBL.
- 4. Load the hole and pressure test the casing to frac pressure.
- 5. N/D BOP, N/U frac stack and test frac stack to frac pressure.
- 6. Perforate and frac the Mesaverde in two or three stages
- 7. Isolate frac stages with a composite bridge plug.
- 8. Nipple down frac stack, nipple up BOP and test.
- 9. TIH with a mill and drill out top isolation plug and Mesaverde frac plugs.
- 10. Clean out to Dakota isolation plug and, when water and sand rates are acceptable, flow test the Mesaverde.
- 11. Drill out Dakota isolation plug and cleanout to PBTD of 7,441'. TOOH.
- 12. TIH and land production tubing. Get a commingled Dakota / Mesaverde flow rate.
- 13. Release service rig and turn well over to production.

Hilcorp Energy Company

Current Schematic - Version 3

Well Name: SAN JUAN 28-6 UNIT #115N

	000 00711 000111 0	Field Name BLANCO MESAVERDE (PRORATED GAS					Well Configuration Type VERTICAL
Ground Elevation (ft) 6,263.00	Original KB/RT Elevation (ft) 6,278.00	KB-Ground Dista 15.00			KB-Casing Flange Distance (ft)		er Distance (ft)

