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: 5/2/18

Well information:

frmWellFilterSub

API WELL | Well | Well | Operator Name | Type Stat County Surf Owner Ul | Section N/S Roo W/E Feet NS | Et | E

IIIIIAAGIII IIIGIOOD																	
API WELL #	Well Name	Well #	Operator Name	Туре	Stat	County	Surf_Owner	UL	Sec	Twp	NS	Rng	W/E	Feet	RN	Ft	ΕW
30-045- 26112-00- 00	MCCORD		HILCORP ENERGY COMPANY	G		San Juan	F	С	9	30	Z	13	>	1007	Z	1744	W
Annlicati	on Tyne	•															

D COMPANY
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: Workover Operations
Conditions of Approval:
• Retest Bradenhead within 30 days of today's date (May 9,2018)
• Retest Bradenhead within 30 days of today's date (May 9,2018) Future sundrujs 1:5+ EDT + tubing 5:2c, weight of grade.
Moner Luchling

Nower Liebling

NMOCD Approved by Signature

5/9/18 Date Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY	5. Lease Serial No. NMSF078212									
Do not use thi abandoned wel	6. If Indian, Allottee or Tribe Name									
SUBMIT IN 1	7. If Unit or CA/Agreement, Name and/or No. SW140									
Type of Well Oil Well	8. Well Name and No. MC CORD 11E									
Name of Operator HILCORP ENERGY COMPAN	9. API Well No. 30-045-26112-00-S1									
3a. Address 1111 TRAVIS STREET HOUSTON, TX 77002		3b. Phone No Ph: 505-32	. (include area code) 24-5188		10. Field and Pool or Exploratory Area BASIN DAKOTA					
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description			11. County or Parish, State						
Sec 9 T30N R13W NENW 100 36.832184 N Lat, 108.212723				SAN JUAN COUNTY, NM						
12. CHECK THE AP	PROPRIATE BOX(ES)	TO INDICA	TE NATURE OI	F NOTICE,	REPORT, OR OTH	HER DA	ATA			
TYPE OF SUBMISSION			TYPE OF	ACTION						
Notice of Intent	☐ Acidize	☐ Dee	pen	☐ Producti	ion (Start/Resume)	□ Wa	☐ Water Shut-Off			
☐ Notice of Intent	☐ Alter Casing	☐ Hyd	raulic Fracturing	☐ Reclama	ation	☐ Well Integrity				
Subsequent Report ■				□ Recomp	lete		☑ Other			
☐ Final Abandonment Notice	☐ Change Plans	□ Plug	and Abandon	☐ Tempora	arily Abandon	Work	over Operations			
	☐ Convert to Injection	Plug	Back	☐ Water D	Pisposal					
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days 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 determined that the site is ready for final inspection.										
4/24/2018 - MIRU BWD 103. BH=150 psi, CSG=155 psi, & TBG=155 psi. Blow down csg & tbg to 0 psi. BH dropped to 130 psi. ND WH, NU BOP and PT. LD hanger. LD 5 jts 2-3/8" tbg, MU 4-1/2" lock set pkr on run tool. Set pkr @ 40'. Fill csg w/ H2O, PT pkr, prod csg & secondary seals T/600 psi. Test positive, no communication T/BH. Release & LD pkr. Tag fill @ 6153'. SDFN.										
4/25/2018 - CK pressures. Scan out of hole and LD tbg hanger, 193 jts 2-3/8" prod tbg, SN, 2 jts tbg, & exp check. Set 4-1/2" pkr @ 45', close pipe rams and PT csg to 560 psi. Press bled off F/560 T/520 in 40 min w/ no measureable change T/BH. Fill BH w/ water and close. BH press increasing very slightly, gradually equalizing w/ prod csg. TIH open ended t/1200'. MU lock set pkr and set @ 54'										
(EŎT @ 1254'). LD LND jts. Shut in and PT pkr T/500 psi (same gradual leak as before). RD wrk flr. MAY 0 9 2018										
				1	DISTRI	CT	111			
14. I hereby certify that the foregoing is	Electronic Submission #	NERGY COMP	ANY, sent to the	Farmington						
	A SHORTY			GULATORY TECH						
Signature (Electronic S	ubmission)		Date 05/02/20	018						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE										
Approved By ACCEPT	ED		JACK SAVAGE TitlePETROLEUM ENGINEER			Date 05/09/2018				
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	itable title to those rights in the		Office Farmington							
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s				willfully to ma	ke to any department or	agency o	f the United			

(Instructions on page 2)
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **



Additional data for EC transaction #413195 that would not fit on the form

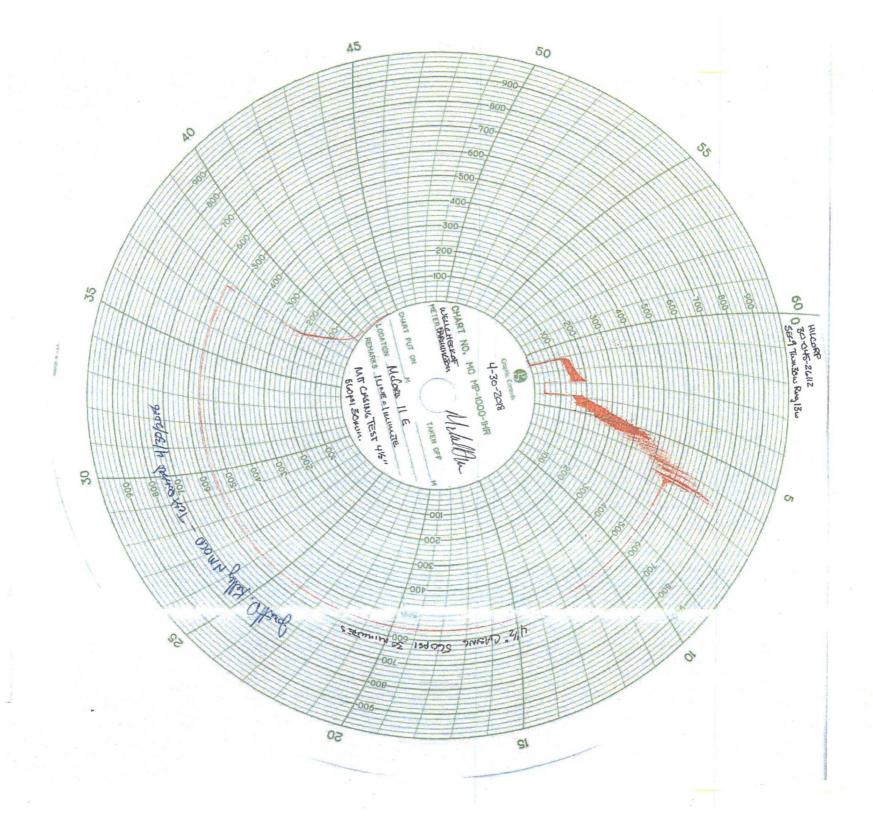
32. Additional remarks, continued

4/26/2018 - CK pressures. Slight bubbling from 4-1/2" csg. Latch onto pkr and attempt better pack off, ok. ND BOP, ND tbg head, C/out bad seals on csg slip seal plate. Welder dress stump to accommodate tbg head. Instl and NU tbg head (11" 3M x 7" 5M). PT slip seals and secondary seals T/3000 PSI and chart. NU BOP PT and chart 400 PSI test on 4-1/2" csg against pkr and blind rams, OK (no change in BH status). Latch onto pkr and equalize press above and below. Release and LD pkr. TOH w/ open ended tbg f/ 1200'. MU 3-3/4" jnk mill and TIH T/5047'. SDFN.

4/27/2018 - CK pressures. TOH w/ 3-3/4" jnk mill F/ 5017'. MU 3-7/8" strng mill on top of jnk mill. TIH and scrape csg T/6034' (no resistance). TOH w/ mills. TIH w/ RBP and PKR in tandem. Set RBP @ 6010', set pkr @ 5932' and test between, good test. Move pkr T/5288' and get a slight leak above pkr, move pkr T/4510'. Test below pkr, above pkr and the whole prod csg string to the RBP T/560 psi each F/15 min w/ zero leak off. Bleed off pressure. SDFWE.

4/30/2018 - CK pressures. RBP set @ 6010'. RU tester. Perform MIT test on 4-1/2" prod csg (560 psi F/30 min) and BH (witnessed by Jonathan Kelly w/ NMCOD), positive test charged and signed by NMOCD. TiH and latch onto RBP @ 6010', TOH and LD PKR and RBP. MU 3-3/4" mill and TiH F/cleanout. Bring on air and break circ. Tag fill @ 6145' (79' fill). Clean out T/PBTD @ 6224'. Circ clean, dry up. SDFN.

5/1/2018 - CK pressures. BH= 0 psi, CSG=490 psi. TOH w/ jnk mill (cleanout string) F/ 6050'. TIH and drift prod string tag @ 6224' (no fill). LD excess tbg, MU hanger and land in tbg head. Prod string = exp check (mule shoe bottom @ 6082'), 1.78" ID SN (top@ 6080'), 1 jt 2-3/8" J-55 EUE tb, 2' pup jt, 185 jts tbg, 10' pup jt, 1 jt tbg and tbg hanger. RD wrk fir and tbg equip. ND BOP. NU flow tree. Pressure up to 500 psi w/ air and test prod string, WH and hanger, ok. Blow dn tbg, pump 3 bbls 2% KCL and inhibitor. Pump off check w/ 920 psi. Blow hole dry. RD BWD 103.



Hilcorp Energy Company Well Name: MCCORD #11E

Current Schematic

