Submit 1 Copy To Appropriate District Office <u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	State of New Mexico rgy, Minerals and Natural Resources	Form C-103 Revised July 18, 2013 WELL API NO.			
District II – (575) 748-1283   OII     811 S. First St., Artesia, NM 88210   District III – (505) 334-6178     1000 Rio Brazos Rd., Aztec, NM 87410   District IV – (505) 476-3460     1220 S. St. Francis Dr., Santa Fe, NM	CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505	30-045-22504   5. Indicate Type of Lease   STATE FEE   6. State Oil & Gas Lease No.   Federal – NMSF078389			
87505 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH		7. Lease Name or Unit Agreement Name LUCERNE A			
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other		8. Well Number 2A			
2. Name of Operator Hilcorp Energy Company		9. OGRID Number 372171			
3. Address of Operator 382 Road 3100 Aztec, NM 87410		10. Pool name or Wildcat Blanco Pictured Cliffs / Blanco Mesaverde			
4. Well Location Unit Letter P : 800 feet from the South line and 1180 feet from the East line					
	N Range 10W NMPM	County San Juan			
11. Elevation <i>(Show whether DR, RKB, RT, GR, etc.)</i> 6173' GR					

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:			
PERFORM REMEDIAL WORK	PLUG AND ABANDON		REMEDIAL WORK		ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRILLING OPN	S.	PANDA
PULL OR ALTER CASING	MULTIPLE COMPL		CASING/CEMENT JOB		
DOWNHOLE COMMINGLE					
CLOSED-LOOP SYSTEM					
OTHER:			OTHER:		

 Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

It is intended to remove the packer on the dual well and commingle production on the subject well in the Blanco Mesaverde (pool 72319) and the Basin Pictured Cliffs (pool 72359). The production will be commingled per Oil Conservation Division Order Number 11363. Allocation and methodology will be provided after the well is completed. Commingling will not reduce the value of the production. The Bureau of Land Management has been notified in writing of this application.

Existing perforations are: PC – 2974' – 3058'; MV – 4478' – 5614' These perforations are in TVD.

Interest is common, no notification is necessary.

DHC. #4088AZ

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE PUISUILa Shorty	TITLE Operations/Regulatory Technician DATE	10/12/2018
Type or print name Priscilla Shorty U	E-mail address: <u>pshorty@hilcorp.com</u> PHONE:	505-324-5188
APPROVED BY: Conditions of Approval (if any):	TITLE GEOLOGIST DISTRICT # 3 DATE	10/15/2018

NMOCD

NCT 13 2018

DISTRICT III