

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: 11/7/18

Well information:

HILCORP ENERGY COMPANY

30-039-30318 SAN JUAN 27 5 UNIT #913

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:

- The bottom of the Mesaverde is located at 6014' and the proposed perforations are 5000'-6085'.
- Because the perforations extend past the bottom of the proposed formation Hilcorp will need to submit a revised Notice of intent (NOI) to include the Mancos formation or resubmit the NOI with revised perforations within the limits of the Mesaverde.
- The Downhole commingle (DHC) will also need to be revised to a trimmingle to include the Mancos or it will need to be revised to include the revised perforations.
- Submit the CBL to the agencies for review and approval prior to any remediation or perforations.

Notify NMOCD 24 hrs
prior to beginning
operations

NMOCD Approved by Signature

12/26/18
Date

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.

NMSF079391

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well

☒ Gas Well

☐ Other

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.

San Juan 27-5 Unit 913

2. Name of Operator

Hilcorp Energy Company

9. API Well No.

30-039-30318

3a. Address

382 Road 3100, Aztec, NM 87410

3b. Phone No. (include area code)

505-599-3400

10. Field and Pool or Exploratory Area

Blanco Mesaverde/Basin Dakota

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Surface Unit N (SESW) 853'FSL & 1846' FWL, Sec. 8, T27N, R05W

Bottomhole Unit N (SESW) 1197'FSL & 1599' FWL, Sec. 8, T27N, R05W

11. Country or Parish, State

Rio Arriba, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Acidize

☐ Deepen

☐ Production (Start/Resume)

☐ Water Shut-Off

☐ Subsequent Report

☐ Alter Casing

☐ Fracture Treat

☐ Reclamation

☐ Well Integrity

☐ Casing Repair

☐ New Construction

☒ Recomplete

☐ Other

☐ Change Plans

☐ Plug and Abandon

☐ Temporarily Abandon

☐ Final Abandonment Notice

☐ Convert to Injection

☐ Plug Back

☐ Water Disposal

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 recompleate 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 recompleation 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.)

Hilcorp Energy Company plans to recompleate the subject well in the Mesaverde formation and downhole commingle with the existing Dakota. Attached is the MV C102, recompleate procedure & wellbore schematic. The DHC application will be submitted and approved prior to commingling. A closed loop system will be utilized. Interim reclamation will be performed after surface disturbing activities.

HOLD C104 FOR

Density
exception
DHC

DEC 14 2013

DISTRICT III

Notify NMOCD 24 hrs
prior to beginning
operations

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

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Tammy Jones

Title **Operations/Regulatory Technician - Sr.**

Signature

Tammy Jones

Date

11/7/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

[Signature]

Title

PE

Date

12/11/18

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

FFS

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)

NMOCD AV

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 259483

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-039-30318	2. Pool Code 72319	3. Pool Name BLANCO-MESAVERDE (PRORATED GAS)
4. Property Code 318920	5. Property Name SAN JUAN 27 5 UNIT	6. Well No. 913
7. OGRID No. 372171	8. Operator Name HILCORP ENERGY COMPANY	9. Elevation 6591

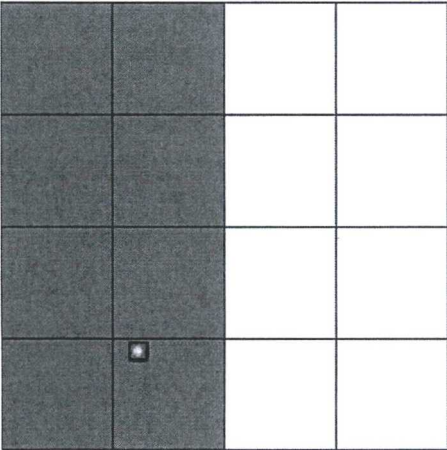
10. Surface Location

UL - Lot N	Section 8	Township 27N	Range 05W	Lot Idn	Feet From 853	N/S Line S	Feet From 1846	E/W Line W	County RIO ARRIBA
---------------	--------------	-----------------	--------------	---------	------------------	---------------	-------------------	---------------	----------------------

11. Bottom Hole Location If Different From Surface

UL - Lot N	Section 8	Township 27N	Range 05W	Lot Idn	Feet From 1197	N/S Line S	Feet From 1599	E/W Line W	County RIO ARRIBA
12. Dedicated Acres 320.00	13. Joint or Infill	14. Consolidation 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

	<p style="text-align: center;">OPERATOR CERTIFICATION</p> <p><i>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.</i></p> <p>E-Signed By: <i>Tammy Jones</i> Title: Operations/Regulatory Technician - Sr. Date: 11/6/2018</p> <hr/> <p style="text-align: center;">SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Surveyed By: Marshall W. Lindeen Date of Survey: 6/7/2007 Certificate Number: 17078</p>
--	--



HILCORP ENERGY COMPANY
SAN JUAN 27-5 UNIT 913
MESA VERDE RECOMPLETION SUNDRY

JOB PROCEDURES

1. MIRU service rig and associated equipment; test BOP.
2. TOOH with 2-3/8" tubing set at 7,774'.
3. Set a 4-1/2" plug at +/- 6,150' to isolate the **Dakota**. (Note: TOC at 2,484' by CBL)
4. Load the hole and pressure test the casing.
5. N/D BOP, N/U frac stack and pressure test frac stack.
6. Perforate and frac the **Mesa Verde** formation (Top Perforation @ 5,000'; Bottom Perforation @ 6,085').
7. Isolate frac stages with a plug.
8. Nipple down frac stack, nipple up BOP and test.
9. TIH with a mill and drill out top isolation plug and **Mesa Verde** frac plugs.
10. Clean out to **Dakota** isolation plug.
11. Drill out **Dakota** isolation plug and cleanout to PBTD of 7,965'. TOOH.
12. TIH and land production tubing. Get a commingled **Dakota/Mesa Verde** flow rate.



HILCORP ENERGY COMPANY
SAN JUAN 27-5 UNIT 913
MESA VERDE RECOMPLETION SUNDRY

SAN JUAN 27-5 UNIT 913 - CURRENT WELLBORE SCHEMATIC



Current Schematic - Version 3

Well Name: SAN JUAN 27-5 UNIT #913

API / UWI 3003930318	Surface Legal Location 008-027N-005W-N	Field Name BASIN DAKOTA	Route 1312	State/Province NEW MEXICO	Well Configuration Type DEVIATED
Ground Elevation (ft) 6,591.00	Original KB RT Elevation (ft) 6,606.00	KB-Ground Distance (ft) 15.00	KB-Casing Flange Distance (ft)	KB-Tubing Hanger Distance (ft)	

DEVIATED, Original Hole, 11/2/2018 1:59:46 PM

