This form is not to be used for reporting pačker leakage tests in Southeast New Mexico

Oil Conservation Division

Northwest New Mexico Packer-Leakage Test

Page 1 Revised June 10, 2003

| Operator Hilcorp Energy Compa | any | | Leas | se Name | SAN JU | AN 29-6 U | INIT | | Well No. | 58A |
|-------------------------------|-----|-----|------|---------|--------|-----------|------|------|------------|-----|
| Location of Well: Unit Letter | D | Sec | 28 | Twp | 029N | Rge | 006W | API# | 30-039-212 | 62 |

| | Name of Reservoir or Pool | Type of Prod | Method of Prod | Prod Medium |
|---------------------|---------------------------|-----------------|-------------------|----------------|
| Upper Completion | FRC | Gas | Artificial Lift | Tubing |
| Lower Completion | MV | Gas | Artificial Lift | Casing |

| | | Pre-Flow Shut-In Pressure | Data | |
|------------|---------------------|---------------------------|----------------|------------------------|
| Upper | Hour, Date, Shut-In | Length of Time Shut-In | SI Press. PSIG | Stabilized?(Yes or No) |
| Completion | 7/29/2019 | | 122.6 | Yes |
| Lower | Hour, Date, Shut-In | 48 | SI Press. PSIG | Stabilized?(Yes or No) |
| Completion | 7/29/2019 | | 105.2 | Yes |

| Commenced at: | 7/31/2019 | | Zone Pro | oducing (Upper | or Lower): UPPER |
|--------------------|-------------|------------|------------|----------------|------------------------|
| Time | Lapsed Time | PRESSURE | | Prod Zone | |
| (date/time) | Since* | Upper zone | Lower zone | Temperature | Remarks |
| 7/31/2019 12:00 AM | 0 | 122.6 | 105.2 | | |
| 7/31/2019 12:00 AM | 0 | 79 | 105 | | Reached 20% crossover. |

| Oil: | BPOD Based on: | Bbls. In | Hrs. | Grav. | NMOCBR | | |
|------|----------------|--------------------------|------|-------|--------------|--|--|
| Gas | | st thru (Orifice or Mete | er) | | EUG 0 6 2019 | | |
| | | | | 0 | ISTRICT III | | |

| | | Mid-Test Shut-In Pressure Da | ata | and the second |
|---------------------|---------------------|------------------------------|----------------|------------------------|
| Upper Completion | Hour, Date, Shut-In | Length of Time Shut-In | SI Press. PSIG | Stabilized?(Yes or No) |
| Lower Completion | Hour, Date, Shut-In | | SI Press. PSIG | Stabilized?(Yes or No) |

(Continue on reverse side)

Northwest New Mexico Packer-Leakage Test

| | | Flo | ow Test No. 2 | | | | |
|--|---|---|-------------------------------|---|--|--|--|
| Commenced at: | | | Zone Pro | oducing (Uppe | er or Lower) | | |
| Time | Lapsed Time | PRESSURE | | Prod Zone | | | |
| (date/time) | Since* | Upper zone | Lower zone | Temperature | 9 | Remarks | |
| | | | | | | | |
| | | | | | | | |
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| | | | | | | | |
| | | | | | | | |
| Production rate during | test | | | | | | |
| | | | | | | | |
| Oil: BPOE | D Based on: | Bbls. In | Hrs. | | Grav. | GOR | |
| Gas | MCFPD; Test t | nru (Orifice or M | eter) | | | | |
| | | | | | | | |
| Remarks: | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| I hereby certify that the | e information herein o | contained is true | and complete | to the best of | my knowledge. | | |
| Approved: 6 All | A | 20 19 | Oporat | or: Hilcorp | Energy Company | , | |
| New Mexico Oil Co | A Division | 20 // | | | | | |
| New Mexico Oli Co | A A A | | By: | Frankie Car | TIIO | | |
| By: John Der | White Cools | spector | Title: | Multi-Skilled | Operator | | |
| Title: | outy Oil & Gas In District #3 | speciol, | Date: | Monday, Au | gust 5, 2019 | | |
| | | | - | | | | |
| | NORT | HWEST NEWMEXICO | PACKER LEAKAGE | TEST INSTRUCTIO | DNS | | |
| 1. A packer leakage test shall be comm completion of the well, and annually there | | | | | | dicated during Flow Test No. 1. Procedure that the previously produced zone shall | |
| Such tests shall also be commenced on al chemical or fracture treatment, and when | Il multiple completions within seven day ever remedial work has been done on a | ys following recompletion and well during which the packet | d/or remain shut- r or | | vas previously shut-in is produ- | | |
| the tubing have been disturbed. Tests sha requested by the Division. | all also be taken at any time that comm | unication is suspected or whe | 7. Pressur | | | ith a deadweight pressure gauge at time | |
| At least 72 hours prior to the comm | encement of any packer leakage test, the | he operator shall notify the | intervals dur | ing the first hour thereof, | and at hourly intervals thereaf | g of each flow period, at fifteen-minute ter, including one pressure measurement :: immediately prior to the beginning of each | |
| Division in writing of the exact time the t | | | flow period, to the conclu | at least one time during e ision of each flow period | each flow period (at approxima Other pressures may be taken | tely the midway point) and immediately prior as desired, or may be requested on wells | |
| | | | 24-hou | | res, throughout the entire test, | shall be continuously measured and recorded | |
| The packer leakage test shall commu- stabilization. Both zones shall remain shu however, that they need not remain shut- | | | once at the e | nd of each test, with a de | adweight pressure gauge. If a | ted at least twice, once at the beginning and well is a gas-oil or an oil-gas dual ly, with deadweight pressures as required | |
| non-ever, that they need not remain shut- | in more than seven days. | | | taken on the gas zone. | 1 | | |

4. For Flow Test No. 1, one zone of the dual completion shall be produced at the normal rate of production while the other zone remains shut-in. Such test shall be continued for seven days in the case of a gas well and for 24 hours in the case of an oil well. Note: if, on an initial packer leakage test, a gas well is being flowed to the atmosphere due to lack of a pipeline connection the flow period shall be three hours.

5. Following completion of Flow Test No. 1, the well shall again be shut-in, in accordance with Paragraph 3 above.

8. The results of the above-described tests shall be filed in triplicate within 15 days after completion of the test. Tests shall be filed with the Aztec District Office of the New Mexico Oil Conservation Division on Northwest New Mexico Packer Leakage Test Form Revised 10-01-78 with all deadweight pressures indicated thereon as well as the flowing temperatures (gas zones only) and gravity and GOR (oil zones only).

Page 2