| SUNDRY Do not use thi abandoned wel | UNITED STATES EPARTMENT OF THE INTI UREAU OF LAND MANAGES NOTICES AND REPORTS is form for proposals to dri II. Use form 3160-3 (APD) f | MENT S ON WELLS If or to re-enter an for such proposals! Land | Managame | OMB NO Expires: , 5. Lease Serial No. JIC108 | |
|---|--|---|--|--|---|
| SUBMIT IN TRI | PLICATE - Other instruction | ns on reverse side. | | 7. If Unit of CA/Agree | ment, Name and/or No. |
| Type of Well ☐ Oil Well ☐ Gas Well ☐ Oth | | 8. Well Name and No. JICARILLA C 3M | | | |
| Name of Operator ENER VEST OPERATING LL | Contact: JAN C E-Mail: jbienski@ener | NET M. BIENSKI vest.net | | 9. API Well No. 30-039-30042-00-X1 | |
| 3a. Address 1001 FANNIN STREET SUITE HOUSTON, TX 77002-6708 |) | 10. Field and Pool, or Exploratory BASIN DAKOTA BLANCO MESAVERDE | | | |
| 4. Location of Well (Footage, Sec., 7 | ., R., M., or Survey Description) | | | 11. County or Parish, and State | |
| Sec 23 T26N R5W SESW 12 36.280720 N Lat, 107.194760 | | RIO ARRIBA COUNTY, NM | | | |
| 12. CHECK APPR | ROPRIATE BOX(ES) TO IN | NDICATE NATURE OF 1 | NOTICE, RE | EPORT, OR OTHER | R DATA |
| TYPE OF SUBMISSION | | ТҮРЕ О | F ACTION | | |
| Notice of Intent ☐ Subsequent Report ☐ Final Abandonment Notice | ☐ Acidize ☐ Alter Casing ☐ Casing Repair ☐ Change Plans ☐ Convert to Injection | ☐ Deepen ☐ Fracture Treat ☐ New Construction ☐ Plug and Abandon ☐ Plug Back | Reclamation | | □ Water Shut-Off □ Well Integrity □ Other Change to Original A PD |
| 13. Describe Proposed or Completed Oplif the proposal is to deepen directions Attach the Bond under which the wo following completion of the involved testing has been completed. Final Addetermined that the site is ready for f | ally or recomplete horizontally, give rk will be performed or provide the operations. If the operation results andonment Notices shall be filed o | etails, including estimated startific esubsurface locations and meast Bond No. on file with BLM/BL in a multiple completion or rec | ng date of any pured and true ve A. Required sultonpletion in a results | roposed work and approximate depths of all pertin bsequent reports shall be new interval, a Form 316 | ent markers and zones. filed within 30 days 0-4 shall be filed once |
| EnerVest Operating, L.L.C. re original APD. (Attached pleas which reflect the changes liste | se find Drlg Prog Replaceme | ving changes to the nt pages 3 and 4, | | | |
| 1) 400' of 9-5/8" surf csg (orig 2) Surf csg test press of 600 3) Run 4-1/2" long string in lie 4) New Proposed TD = 7,500 | psi. eu of 4-1/2" prod liner. | 474 on Drlg Prog). · | ACTION DOS OPERATOR I AUTHORIZA | OVAL OR ACCEPTAN ES NOT RELIEVE TH FROM OBTAINING A TION REQUIRED FO L AND INDIAN LAND | E LESSEE AND NY OTHER OR OPERATIONS |

| Id Thoraby partify the | at the foregoing is true and correct. | | 121314 |
|----------------------------|---|-----------------------------|---|
| 14. Thereby certify tha | Electronic Submission #105995 verifie For ENER VEST OPERATING Committed to AFMSS for processing by TR | LLC, sent to the Rio Puerco | A RECEIVED |
| Name (Printed/Type | d) JANET M. BIENSKI | Title REGULATORY ASSISTANT | 18 TECEIVED & |
| Signature | (Electronic Submission) | Date 04/06/2011 | DIL CONS. DIV. DIST 2 |
| | THIS SPACE FOR FEDERA | L OR STATE OFFICE USE | 450 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 |
| Approved By TROY SALYERS | | TitlePETROLEUM ENGINEER | Date 04/12/2011 |
| certify that the applicant | f any, are attached. Approval of this notice does not warrant or holds legal or equitable title to those rights in the subject lease applicant to conduct operations thereon. | Office Rio Puerco | |

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.

4. CASING AND CEMENTING DESIGN:

Casing Program:

 Hole Size
 Depth
 Casing Size

 12½"
 400'
 9 5/8"

 8¾"
 3419' +/- Lewis seat
 7"

 6¼"
 7500'
 4½"

| Csg Size | Casing Type | Top (MD) | Bottom (MD) | Wt (lb./ ft) | Grade | Thread | Condition |
|-------------|----------------|-------------|------------------|--------------|---------|--------|-----------|
| 9-5/8" | Surface | 0, | 400' | 36.0 | J55/K55 | STC | New |
| 7" | Intermediate | 0' | <u>3419</u> '+/- | 23.0 | N80 | LTC | New |
| 41/2" | Prod. Csg. | 0' | 7500' | 11.6 | N80 | LTC | New |

| Casing Data | | | Collapse | Burst | Min. Tensile | |
|-------------|-----------|-------|----------|-------|--------------|---------|
| OD | Wt/Ft | Grade | Thread | (psi) | (psi) | (Lbs.) |
| 9-5/8" | 36.0 lbs. | J55 | STC | 2,020 | 3,520 | 394,000 |
| 7" | 23.0 lbs. | N80 | LTC | 3,830 | 6,340 | 442,000 |
| 41/2" | 11.6 lbs. | N80 | LTC | 6,350 | 7,780 | 223,000 |

MINIMUM CASING DESIGN FACTORS:

COLLAPSE:

1.125

BURST:

1.00

TENSION:

1.80

Area Fracture Gradient Range:

0.7 - 0.8 psi/foot

Maximum anticipated reservoir pressure:

2,500 psi

Maximum anticipated mud weight:

9.0 ppg

Maximum surface treating pressure:

3,500 - 3,750 psi

Float Equipment:

Surface Casing:

Guide shoe on bottom and 3 centralizers on the bottom 3 joints.

<u>Intermediate Casing</u>: Float shoe on bottom joint and a float collar one joint up from float shoe. One centralizer 10 ft. above float shoe and nine centralizers spaced every joint above the float collar. Stage tool above the Kirtland formation. One centralizer below stage tool and one centralizer above stage tool.

<u>Production Casing</u>: 4 ½" cement nosed guide shoe and a float collar on top of bottom joint with centralizers over potential hydrocarbon bearing zones.

Cementing Program:

9-5/8" Surface casing: 400'

240 sx HES Prem cement with 2% CaCl₂ + 0.125 ppsx Poly-E-Flake. 100% excess to circulate cement to surface. WOC 12 hrs.

Slurry weight:

15.8 ppg

Slurry yield:

1.17 ft³/sack

Volume basis:

| 42' of 9-5/8" shoe joint | 18.3 cf |
|--------------------------|---------|
| 0501 - 010 1/42 0 5/02 1 | 1050 6 |

250' of 12-1/4" x 9-5/8" annulus 125.3 cf 100% excess (annulus) 125,3 cf

Total

268.9 cf

Note:

1. Design top of cement is the surface.

3419'

7" Intermediate Casing: 3467

1st Stage: 131 sacks of Type III cement: 3419' - 22606' (813')

Slurry weight: 14.5 ppg Annular Vol = $\underline{122.2} \text{ cf} + \underline{61.1} \text{ cf} (50\% \text{ Access})$

Slurry yield: $1.4 \text{ ft}^3/\text{sack} = 183.3 \text{ cf}$

2nd Stage: (Stage tool at 2598' +/-): 309 sacks of Premium Lite FM

Slurry weight: 12.4 ppg Volume = 581.8 cf

Slurry yield: 1.92 ft³/sack