<u>District I</u> 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

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-101 August 1, 2011

Permit 243434

		APPLICA	ATION FOR F	ERMIT T	O DRILL, RE	ENTER, DEEPE	N, PLUGBACI	K, OR ADD	A ZON	E		
1. Operator Na	ne and Address								2. OGRII	D Number		
CHI	SHOLM ENERGY	OPERATING, L	LC.							372137		
801	Cherry Street								3. API N	umber		
Fort	Worth, TX 76102									30-025-44143		
4. Property Cod	le		5. Property Name	9					6. Well N	No.		
319	783		ANTL	ER 17 STA	TE 2BS					003H		
					7. Sur	face Location						
UL - Lot	Section	Township	Range		Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County	
M	17	22	:S	35E	M	150	S	12	225	W		Lea
					8. Proposed E	Sottom Hole Location	on					
UL - Lot	Section	Township	Range		Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County	
D	17	22	2S	35E	D	330	N	6	60	W		Lea

9. Pool Information

ROCK LAKE;BONE SPRING			52766		
Additional Well Information					

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	3552
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	15100	Bone Spring		1/5/2018
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

■ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1950	1565	0
Int1	12.25	9.625	40	6000	2242	0
Prod	8.75	5.5	17	15100	1959	5000

Casing/Cement Program: Additional Comments

Pilot hole will be drilled to 12075' and plugged back to KOP
--

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	1500	1500	Cameron
Double Ram	5000	5000	Cameron
Pipe	5000	5000	Cameron

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable. Signature:				OIL CONSERVATION	ON DIVISION
Printed Name:	Electronically filed by Bettie Watson		Approved By:	Paul Kautz	
Title:	Regulatory Consultant		Title:	Geologist	
Email Address:	bwatson@chisholmenergy.com		Approved Date:	10/24/2017	Expiration Date: 10/24/2019
Date:	10/24/2017 Phone: 972-979-0132		Conditions of Appr	oval Attached	

District. 1
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Phone: (575) 393-6161 Fax. (575) 393-0720
District. II
811 S. Finst St., Artesia NM 88210
Phone: (575) 743-1283 Fax: (575) 745-9720
District. III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District. IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	³ Pool Code 97293	OIO CUICO, Da	
Property Code	Property Name ANTLER 17 STATE 2BS		'Well Number
*OGRID No. 372137	Operator Name CHISHOLM ENERGY OPERATING, LLC		'Elevation 3552.2

Surface Location

UL or lot no.	Section 17	Township 22 S	Range 35 E	Lot Idn	Feet from the 150	North/South line SOUTH	Feet from the 1225	East/West line WEST	County LEA
			" B	ottom He	ole Location	If Different Fr	om Surface		
UL or lot no. D	Section 17	Township 22 S	Range 35 E	Lot Idn	Feet from the 330	North/South line NORTH	Feet from the 660	East/West line WEST	County LEA
Dedicated Acre	s "Joint	or lafill "	Consolidation	Code		80	B 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.

BOTTOW NMSP EAST (FT) OF HOLE R = 832596.15 BOTTOM OF HOLE 330 FNL 660 FWL LAT. = 32.3980684*N LONG = 103.3980876 W NMSP EAST (FT) N = 509816.45 E = 830615.78	NWSP EAST (FT) K = 510200.53 E = 835241.16	OPERATOR CERTIFICATION I hereby certify that the information consolend herein is true and complete to the best of my browledge and belief, and that this organization either comes a working learness or unlessed mineral interest in the land including the proposed bosom hole location or has a right to drill this will at this location pursuant to a contrast with an owner of such a mineral or working learnest, or no a wolcomery pooling agreement or a compulsory pooling order hereafore entered by the division. Jennifes Elsed 10/23/2017 Signature Date
LANDING POINT 330' FSL. 660' FWL LAT = 32.3853727'N LONG. = 103.396076869'W NMSP EAST (FT) N=505197.64 E=830659.59 GRID AZ. TO LP N7254'25'W HORIZ. DIST. 592.90 FT	NMSP EAST (FT) 	Jennifer Elrod Proted Name jelrod@chisholmenergy.com E-rail Address 11 SURVEYOR CERTIFICATION 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 it into and correct to the best of my belief. OF F. JARA
ANTLER 17 STATE 2BS 3H ELEV. = 355.1.2' LAT. = 32.3848802'N (NAD83) LONG. = 103.3942465'W NMSP EAST (FT) N = 505023.40 E = 831226.21 SURFACE NUMBER ST (FT) LOCATION N = 504887.90 E = 832644.35	NMSP EAST (FX) N = 504920/27 E = 835287-32	Signesse and Seath Processing Surveyor Certificate Number: PREINFORT TARAMILLO, PLS 12797 SURVEY NO. 5350

Form APD Comments

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Permit 243434

PERMIT COMMENTS

Operator Name and Address:	API Number:
CHISHOLM ENERGY OPERATING, LLC [372137]	30-025-44143
801 Cherry Street	Well:
Fort Worth, TX 76102	ANTLER 17 STATE 2BS #003H

Created By Comment Comment Date

Form APD Conditions

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Permit 243434

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
CHISHOLM ENERGY OPERATING, LLC [372137]	30-025-44143
801 Cherry Street	Well:
Fort Worth, TX 76102	ANTLER 17 STATE 2BS #003H

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	Pit construction and closure must satisfy all requirements of your approved plan.
pkautz	If using a pit for drilling and completion operations, must have an approved pit from prior to spudding the well.
pkautz	1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	Operator shall notify appropriate District office when setting conductor pipe.
pkautz	1)- The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud 2)- Drilling Sundries Form C-103 (Casing and Cement test are to be submitted within 10 days 3)- Completion Reports & Logs are to be submitted within 20 days 4)- Deviation / Directional Drill Survey are to be filed with or prior to C-104
pkautz	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
pkautz	If an APD expires and if site construction has occurred, site remediation is required.
pkautz	Lost Circulation - Must notify OCD Hobbs Office if lost circulation is encountered at 575-370-3186
pkautz	Stage Tool - 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.
pkautz	Gas Capture Plan - Operator to Submit Gas Capture Plan ASAP.