ceined by Opp Po Appropriate Data 11:40	State of New Mexico		Form C-103 <sup>1</sup> of 4			
Office <u>District I</u> – (575) 393-6161	Energy, Minerals and Natural Resources		Revised July 18, 2013			
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283			WELL API NO.			
811 S. First St., Artesia, NM 88210	OIL CONSERVATION		30-025-46506 5. Indicate Type of Lease			
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fran	icis Dr.	STATE FEE			
District IV – (505) 476-3460	Santa Fe, NM 87	7505	6. State Oil & Gas Lea			
1220 S. St. Francis Dr., Santa Fe, NM			VB2117			
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			
PROPOSALS.)		Parade State Com  8. Well Number 704H				
1. Type of Well: Oil Well Gas Well Other						
2. Name of Operator Franklin Mountain Energy, LLC			9. OGRID Number 37	3910		
3. Address of Operator			10. Pool name or Wildcat			
44 Cook St. Suite 1000, Denver Co	O 80206		98187;UPR WOLFCAMP			
4. Well Location						
Unit LetterB_:	<u>321</u> feet from theN	line and	1355 feet from the	Eline		
Section 2	Township 25S	Range 35E	NMPM	County Lea		
	11. Elevation (Show whether DR,	RKB, RT, GR, etc	.)			
	3259					
12 (1 1		CAL	D 01 D			
12. Check A	Appropriate Box to Indicate N	ature of Notice,	Report or Other Data	a		
NOTICE OF IN	ITENTION TO:	SUE	SEQUENT REPOR	RT OF:		
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WOR		ERING CASING		
TEMPORARILY ABANDON ☐	CHANGE PLANS	COMMENCE DR	RILLING OPNS. P AI	ND A		
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN	IT JOB □			
DOWNHOLE COMMINGLE						
CLOSED-LOOP SYSTEM □						
	Batch Drilling Sequence	OTHER:				
	oleted operations. (Clearly state all p					
	ork). SEE RULE 19.15.7.14 NMAC	C. For Multiple Co	empletions: Attach wellbo	ore diagram of		
proposed completion or rec	completion.					
Franklin Mountain Energy, LLC (FI	ME) Operator respectfully requests	approval to utilize	e the attached order of one	erations while drilling		
the 3-well Carnival East well pad. W	Vells are: Parade State Com 704H (/	API 30-025-46506)	. Beauty Queen Fed Com	604H (API 30-025-		
47889) and Beauty Queen Fed Com		1130 023 10300)	, beauty Queen rea com	00 111 (711 1 30 023		
17007) wild Downly Quotin 100 0011 (111 1 30 020 71070)						
Spud Date:	Rig Release Da	nte:				
Sp ## 2 ## 1						
I hereby certify that the information	above is true and complete to the be	est of my knowleds	ge and belief.			
			5			
SIGNATURE Jacket Verley	TITLE <u>Dir. O</u> r	os Planning and Re	gulatory DATE_	<u>2/24/2021</u>		
		11 1	OC 11 PHONE :	202 570 4057		
Type or print name Richael Ove	<u>rbey</u> E-mail	address: roverbey	@fmellc.com PHONE:	<u>303-5/0-405/</u>		
For State Use Only						
APPROVED BY: P Kau	tz title		DATE	03/25/2021		
Conditions of Approval (if any):	J					

## Order of operations

## Carnival East pad:

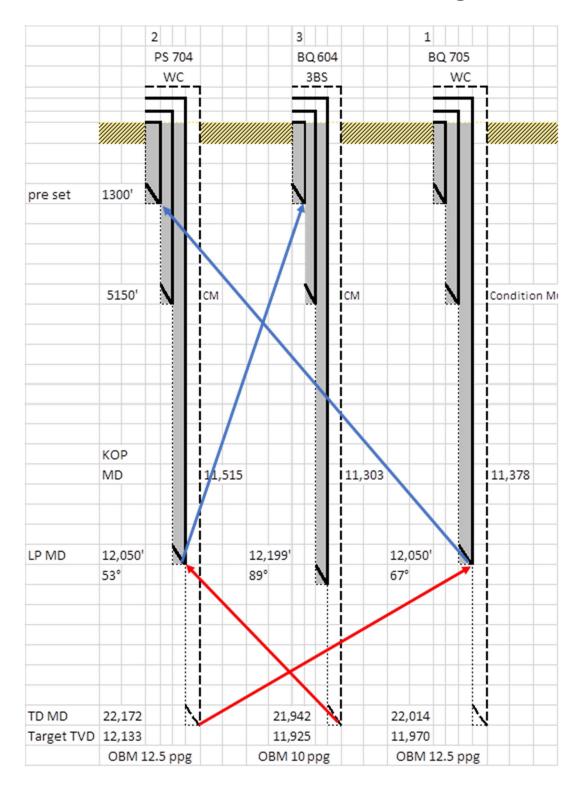
- Construction crew will build pad and install 8'x8' cellar rings
- Drill 90' conductor holes and mouse holes
- Pre-set surface ae casing to 1,300', drill with FW, cmt to surface. Although not required, our preferred sequence here would be W-E: PS 704H BQ 604H and BQ 705H
- H&P 556 will spud on **Beauty Queen Fed Com 705H.** Well will spud with brine mud, will be ready to switch to FW if losses greater than 50% encountered in the Capitan Reef. Drill 1<sup>st</sup> int and run casing. Cement to surface. Drill out with light brine or emulsion and drill to KOP of 11,378' and continue to 2<sup>nd</sup> Int casing point of 12,050' MD/11,871' TVD at 67 deg Inc. Cement top is designed to be 1,000' inside the previous casing string, exceeding BLM requirements.
- Skid rig to **Parade State Com 704H**. Well will spud with brine mud, will be ready to switch to FW if losses greater than 50% encountered in the Capitan Reef. Drill 1<sup>st</sup> int and run casing. Cement to surface. Drill out with light brine or emulsion and drill to KOP of 11,515' and continue to 2<sup>nd</sup> Int casing point of 12,050' MD/11,956' TVD at 53 deg Inc.
- Skid rig to **Beauty Queen Fed Com 604H**. Well will spud with brine mud, will be ready to switch to FW if losses greater than 50% encountered in the Capitan Reef. Drill 1<sup>st</sup> int and run casing. Cement to surface. Drill out with light brine or emulsion and drill to KOP of 11,303' and continue to 2<sup>nd</sup> Int casing point of 12,199' MD/11,862' TVD at 89 deg Inc.

Production section will drill Bone Spring first before needing to increase mud weight to drill Wolfcamp. Production sections will be drilled with OBM.

- After finishing 2<sup>nd</sup> Int on **Beauty Queen Fed Com 604H** the rig will stay on the well and drill the production section to the TD of 21,942'MD/11,925'TVD, TOC is designed to be 1000' inside the 2<sup>nd</sup> Int casing
- Skid to Parade State Com 704H, drill to TD 22,172'MD/12,133'TVD, run and cement casing
- Skid to Beauty Queen Fed Com 705H, drill to TD 22,014'MD/11,970'TVD, run and cement casing
- Rig down and release rig



## Carnival East Pad Batch Drilling Plan



<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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** 

CONDITIONS

Action 18853

## **CONDITIONS OF APPROVAL**

Operator:		OGRID:	Action Number:	Action Type:
FRANKLIN MOUNTAIN ENERGY LLC	44 Cook Street	373910	18853	C-103X
Suite 1000 Denver, CO80206				

OCD Reviewer	Condition
pkautz	None