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 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

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

☐AMENDED REPOR	1
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		1. Operator Name	e and Address				^{2.} OGRID Numb	er		
		FAE II Oper	ating LLC				329326			
		11757 Katy Free	• /				3. API Number			
4. Property	Code	Houston, T		Property Name			30-025-26536 6. Well No.			
3268	30			POSSH			#	004		
			7. Sur	face Location						
UL - Lot	Section Townshi	p Range			N/S Line	Feet From	E/W Line	County		
В	36 24S	36E		660	N	2310	E	LEA		
		T	· ·	Bottom Hole I		1		Т		
Į.	Section Townshi		Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County		
В	36 24S	36E		660	N	2310	E	LEA		
			9. Poo l	l Information						
	.IAI MAT·	TAN-YATES-7 F	Pool 1 2 Pool 2 Pool 2		· 7 RVRS-0-0	RAYBURG		Pool Code 33820 // 37240		
	O/ (EIVI) (1,	1744 174120 71			<u> </u>			00020 // 0721		
11. Work T	ype	^{12.} Well Type	Additional	Well Informat 13. Cable/Rotary	tion 1	OHC-5103 14. Lease Type	15. Gro	und Level Elevation		
A O						S		3272'		
16. Multip		17. Proposed Depth	1	18. Formation		19. Contractor		20. Spud Date		
YES		3675'		7 RVRS		TBD		2/27/2022		
Depth to Ground	water	Disi	ance from nearest fr	esn water well		Distance	to nearest surface	water		
We will be usi	ng a closed-loop	system in lieu of	lined pits							
		21.	Proposed Casi	ng and Cement	Program					
Type	Hole Size	Casing Size	Casing Wei	ight/ft	Setting Depth	Sacks of	Cement	Estimated TOC		
Surface	12.250"	8.625"	24#		355'	250	sxs	Surface		
Production	7.875"	5.500"	14#		3675'	750	sxs	Surface		
	1	Casin	g/Cement Prog	gram: Addition	al Comments	<u>L</u>	L			
		22.	Proposed Rlow	out Prevention	Program					
	Туре		Working Pressure		Test Pre	ssure	Ms	nufacturer		
Dor	ıble Ram		3,000#		3,00			nknown		
	ioic ixaiii		5,000π		3,00	On:		IKHO W II		
Lhereby certif	v that the informa	tion given above is t	rue and complete to	the best						
f my knowledge	e and belief.		•		OIL	CONSERVA	TION DIVIS	ION		
	that I have com MAC □, if app	plied with 19.15.14 icable.	.9 (A) NMAC 🗌 a		ved By:					
ignature:	,,,,,,,, .									
	ANIESSA NITA				P Kautz					
	ANESSA NEAL	D.		Title:	ved Date: 12/2	01/2022	1	12/21/2024		
ritle: SR RESEF	tle: SR RESERVOIR ENGINEER					L1/ZUZZ F	Expiration Date:	12/21/2024		

Conditions of Approval Attached

E-mail Address: vanessa@faenergyus.com

Phone: 832-219-0990

Date: 19 DEC 2022

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Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 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												
1	API Numbe	r	² P	ool Code		³ Pool Name							
30-	-025-265	36	3	3820		RVRs (OIL)	₹s (OIL)						
⁴ Property (Code			5	Property Name			6 W€	ell Number				
32688	0				i	#004							
7 OGRID	No.			⁸ Operator Name									
32932	6			FAE II OPERATING, LLC 3272'									
	¹⁰ Surface Location												
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County				
В	36	24S	36E		660	N	2310	E	LEA				

¹¹ Bottom Hole Location If Different From Surface UL - Lot Lot Idn Feet from N/S Line E/W Line Section Township Range Feet From County ⁴ Consolidation Code ⁵ Order No. 12 Dedicated Acres ³ Joint or Infill 40 Y **DHC-5103**

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.

16	NW/4 NE/4 Sec 36 (40 acres)	,099	2310'	17 OPERATOR CERTIFICATION 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 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 intered by the division
				Signature Date VANESSA NEAL Printed Name vanessa@faenergyus.com E-mail Address
				INSURVEYOR 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 is true and correct to the best of my belief. Date of Survey
				Signature and Seal of Professional Surveyor: Certificate Number

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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

WEL	$I_{i}I_{j}$	Ω	CA	TI	ON	JΑ	ND	Α	CF	\mathbf{RE}	4 <i>G</i>	EI)EI	ŊΙ	CA	TI	0	VΙ	η.,	AΤ

1. A	¹ API Number ² Po						³ Pool Name				
30-	025-265	36	3	7240	LANGLIE MATTIX; 7 RVRs-QUEEN-GRAYBURG						
⁴ Property C	⁴ Property Code				Property Name			⁶ We	⁶ Well Number		
326880	0				POSSH			7	#004		
⁷ OGRID N	No.			8	Operator Name			9 E	levation		
329326	5		FAE II OPERATING, LLC						272'		
	¹⁰ Surface Location										
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County		
В	36	24S	36E		660	N	2310	E	LEA		
			п Bottom	Hole Locat	ion If Differe	ent From Sur	face				
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County		
12 Dedicated Acres	13 Joint o	r Infill 14 (Consolidation Code	15 Order No.							
40	7	Y			DHC-5103						

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.

16	NW/4 NE/4 Sec 36 (40 acres)	,099 O	2310'	17 OPERATOR CERTIFICATION 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 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 intered by the division
				Signature Date VANESSA NEAL Printed Name vanessa@faenergyus.com E-mail Address
				IsSURVEYOR 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 is true and correct to the best of my belief. Date of Survey
				Signature and Seal of Professional Surveyor: Certificate Number

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically
Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description <u>Effective May 25, 2021</u>

I. Operator:	FAE II Operat	ting, LLC	OGRID:	329326	Date:	12/19/2022				
II. Type: Original [☐ Amendment (due to □ 19.15.27	7.9.D(6)(a) NMA	C □ 19.15.27.9.D(6)(b) NMAC ⊠	Other.				
If Other, please describe	e: <u>DHC Jalı</u>	mat & Langlie Ma	attix pool in POSS	SH #004						
III. Well(s): Provide the be recompleted from a s					vells proposed to	be drilled or proposed to				
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D				
POSSH #004	30-025-26536	B-36-24S-36E	660' FNL & 2310' FEL	4	17	137				
IV. Central Delivery Point Name: POSSH BATTERY [See 19.15.27.9(D)(1) NMAC]										
•	le: Provide the	following informa	ation for each nev	v or recompleted w		s proposed to be drilled or				
Well Name	API	Spud Date	TD Reached Date	Completion Commencement						
POSSH #004	30-025-26536	12/27/2022	12/27/2022	12/27/2022	01/04/2	2023 01/05/2023				
POSSH #004 30-025-26536 12/27/2022 12/27/2022 12/27/2022 12/27/2022 01/04/2023 01/05/2023 VI. Separation Equipment: Attach a complete description of how Operator will size separation equipment to optimize gas capture. VII. Operational Practices: Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.										
VIII. Best Management during active and planner		-	ete description of	f Operator's best n	nanagement prac	etices to minimize venting				

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

☑ Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. \square Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Lin	ne Capacity.	. The natural	gas gathering	system \square	will □ will	not have	capacity to	gather 1	100% of th	e anticipated	natural g	as
producti	on volume f	from the well	prior to the da	te of first p	production.							

XIII. Line Pressure. Operator \square does \square does not anticipate that its existing well(s) connected to the same segment, or portion, of the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

	Attach Or	agratar,	a nlan ta	managan	raduction	in recnence	to the ir	creased line	processro
1 1	Attach Or	nerator:	s nian to	manage r	roduction.	in response	to the ir	icreased line	pressure

XIV. Confidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in
Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information
for which confidentiality is asserted and the basis for such assertion.

(i)

Section 3 - Certifications Effective May 25, 2021

	Effective May 23, 2021
Operator certifies that, a	after reasonable inquiry and based on the available information at the time of submittal:
one hundred percent of	e to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering
hundred percent of the into account the current	able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. The box, Operator will select one of the following:
Well Shut-In. □ Opera D of 19.15.27.9 NMAC	tor will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection; or
0 0	lan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential es for the natural gas until a natural gas gathering system is available, including:
(a)	power generation on lease;
(b)	power generation for grid;
(c)	compression on lease;
(d)	liquids removal on lease;
(e)	reinjection for underground storage;
(f)	reinjection for temporary storage;
(g)	reinjection for enhanced oil recovery;
(h)	fuel cell production; and

Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:
Printed Name: Vanessa Neal
Title: Sr. Reservoir Engineer
E-mail Address: vanessa@faenergyus.com
Date: 19 DEC 2022
Phone: 832-219-0990
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
(Omy applicable when submitted as a standardic form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

FAE II Operating, LLC ("FAE") Natural Gas Management Plan

VI. Separation Equipment

- Separation equipment is sized to allow for retention time and velocity to adequately separate oil, gas, and water at anticipated peak rates.
- Valves and meters are designed to service without flow interruption or venting of gas.
- Gas from treater and wellhead will be tied into the sales line.

VII. Operational Practices

19.15.27.8 (A)

FAE's field operations are designed with the goal of minimizing venting of natural gas. Wellhead and existing production equipment are tied into the gas sales line.

19.15.27.8 (B) Venting and Flaring during drilling operations

- Venting will only occur if there is an equipment malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment.
- Daily vented volumes during drilling operations will be estimated on the daily report.
- All equipment will be available to process wellhead production upon completion of the well.

19.15.27.8 (C) Venting and Flaring during completions or recompletions operations.

- During all phases of flowback, wells will flow through a sand separator, or other appropriate
 flowback separation equipment, and the well stream will be directed to a central tank battery (CTB)
 through properly sized flowlines.
- The CTB will have properly sized separation equipment for maximum anticipated flowrates.
- All gas from wellhead and treater will be routed to a sales outlet. Fluids will be routed to tanks; vented gas volumes from oil tanks will be estimated based on annual GOR since expected production from well is <60 MCFPD.</p>

19.15.27.8 (D) Venting and Flaring during production operations.

- During production, the well stream will be routed to the CTB where multiple stages of separation will separate gas from liquids. All gas from wellhead and treater will be routed to a sales outlet. Fluids will be routed to tanks; vented gas volumes from oil tanks will be estimated based on annual GOR since expected production from will is <60 MCFPD.
- AVO inspections will be conducted on the well and facility as required (weekly or monthly) based on actual daily production from the well or facility. Records of inspections will be kept for no less than 5 years. Any active leaks or releases will be reported as required and repaired in a timely manner.
- Gas sales volumes are recorded and monitored via EFMS.

19.15.27.8 (E) Performance Standards

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- AVO inspections will be conducted on the well and facility as required (weekly or monthly) based on actual daily production from the well or facility. Records of inspections will be kept for no less than 5 years. Any active leaks or releases will be reported as required and repaired in a timely manner.
- Gas/H2S detectors will be installed throughout the facilities and wellheads to detect leaks and enable timely repairs.

19.15.27.8 (F) Measurement or estimation of vented and flared natural gas

- All gas from wellhead and treater will be routed to a sales outlet.
- When metering is not practical due to low pressure/low rate (<60 MCFPD), the vented volume will be estimated based on annual GOR.

VIII. Best Management Practices

- FAE will use best management practices to vent as minimally as possible during well intervention operations and downhole well maintenance.
- All gas from wellhead and treater will be routed to a sales outlet. Fluids will be routed to tanks; vented gas volumes from oil tanks will be estimated based on annual GOR since expected production from will is <60 MCFPD. All venting events will be recorded and all start-up, shutdown, maintenance logs will be kept for control equipment
- All equipment will be maintained to provide highest run-time possible.
- AVO inspections will be conducted on the well and facility as required (weekly or monthly) based on actual daily production from the well or facility. Records of inspections will be kept for no less than 5 years. Any active leaks or releases will be reported as required and repaired in a timely manner.
- Gas sales volumes are recorded and monitored via EFMS.
- All procedures are drafted to keep venting to the absolute minimum.

Well Name:	Possh #4		Plantation ID No	umber:	Lease Type:	
Location:	660 FSL, 2310 FE	L Sec:	36 Town	nship: 24S	Range:	36E
County:	Lea			30-025-26536	Formation:	[33820] Jalmat; Tan-Yates-7 RVRs (Oil)
						· · · · ·
Surface Csg Size: Wt.&Thrd: Grade: Set @: Sxs cmt: Circ: TOC:	8-5/8" 24# J-55 355' 250 sxs "C" w/ 2% s 21 sxs SURF		POSED		KB: DF: GL: Spud Date: Compl. Date: History - Hig 10/31/95: Acid	: 3,272 : 11/12/1979 : 12/3/1979
Hole Size:	12-1/4"				preflush, 250 gals 15% RHI brine. Well on	gals 5% acid preflush, 750 gals HF acid, 250 F acid, 250 gals overflush, & 578 gals 9.5# avacuum. Total load ~55 bbls
					500 gals 5% H	s 3522-3540' w/ 500 gals non-acid preflush, HCL acid preflush, 1500 gals HF acid, 500 acid, 500 gals overflush, & 614 gals 9.5# ad $^{\sim}$ 98 bbls
						nd leak in csg between 2810-3096'; Suspect Yates Perfs leaking. No records show if ED.
					preflush, 180	ized Perfs 3291-3293' w/ 200 gals non-acid gals 7.5% acid preflush, 430 gals 1/2 strength gals RHF acid. Total load $^{\sim}$ 32 bbls
					180 gals 7.5%	s 3325-3327' w/ 200 gals non-acid preflush, 6 HCL acid preflush, 430 gals 1/2 strength HF s RHF acid. Total load $^{\sim}$ 32 bbls
					Found Perfs 3 3293'	3304-3306' in communication with perfs 3291-
					gals non-acid	rfs 3325-3327' with same size acid job: 200 preflush, 180 gals 7.5% HCL acid preflush, strength HF acid, 532 gals RHF acid. Total
					PROPOSED: Langlie Mattix	Add Perfs & Acidize 7 RVRs, DHC Jalmat & pools
TAC	3310	833333		\/ATEQ (T		
SN EOT	3375 3411			YATES (Top @ 2852') 2852-3056' (26 - 1/2" h		
LOT	0411					00 gals CO2 & 37,500# Sand
CIBP	3455	'		3118-3123', 3124-3125		-
	w/ fish on top 3512 pkr drag block (1/2"			3186-3194', 3277-3280 3267-3271' (4 SPF) - Ji 3291-3293', 3304-3306	o', <mark>3282-3283' (2 \$</mark> un 1996	
Production				3353-3356' (2 SPF) - Ja	an 2021	· · · ·
Size:	5-1/2"			3374-3376' (4 SPF) - Ju		
Wt.&Thrd: Grade:	14# K 55			3411-3414', 3423-3433	,	021
Grade: Set @:	K-55 3675'			3460-3463' (4 SPF, 9 h QUEEN (Top @ 3500')	,	
Sxs Cmt:	750 sxs				_	3574', 3586', 3592' & 3600' - Apr 1981
Circ:	50 sxs				gals Acid; API 3	•
TOC:	SURF					60-3562' (2 SPF, 22 holes) - Aug 1995
Hole Size:	7-7/8"		D 26201	Acidized w/ 450	gals 15% HCL A	cid & 570 gals 10# brine
			D 3620' 3675'			

Tubulars - Capacities and Pe	erformance						
	bbl/ft	cf/ft	Tensile (lbs)	Burst (psi)	Collapse (psi)	ID(in)	Drift (in)
2-7/8" Tubing (MA w/ bul	I plug, 4' perf	sub, SN, 2 jt	s 2-7/8" tbg, TAC	103 jts 2-7	/8" tbg) @ ~3411'		

Well Name: Possh #4 **Plantation ID Number:** Lease Type: 36E 660 FSL, 2310 FEL **24S** Location: 36 Township: Range: NM API: 30-025-26536 Formation: Langlie-Mattix; 7 Rvrs, Queen, Gray County: Lea State: **CURRENT** KB: 3,283 DF: Surface Csg 8-5/8 GL: 3 272 Size: Wt.&Thrd: 24# 11/12/1979 Spud Date: J-55 Compl. Date: 12/3/1979 Grade: Set @: 355 Sxs cmt: 250 sxs "C" w/ 2% salt Circ: 21 sxs <u> History - Highlights</u> TOC: **SURF** 10/31/95: Acidized Perfs 3560-3600' w/ 250 gal non-acid preflush, 250 gals 5% acid preflush, 750 gals HF acid, 250 Hole Size: 12-1/4' gals 15% RHF acid, 250 gals overflush, & 578 gals 9.5# brine. Well on vacuum. Total load ~55 bbls Acidized Perfs 3522-3540' w/ 500 gals non-acid preflush, 500 gals 5% HCL acid preflush, 1500 gals HF acid, 500 gals 5% RHF acid, 500 gals overflush, & 614 gals 9.5# brine. Total load ~ 98 bbls 1/11/96: Found leak in csg between 2810-3096'; Suspect SQUEEZED Yates Perfs leaking. No records show if RESQUEEZED. 5/23/96: Acidized Perfs 3291-3293' w/ 200 gals non-acid preflush, 180 gals 7.5% acid preflush, 430 gals 1/2 strength HF acid, 532 gals RHF acid. Total load ~32 bbls Acidized Perfs 3325-3327' w/ 200 gals non-acid preflush, 180 gals 7.5% HCL acid preflush, 430 gals 1/2 strength HF acid, 532 gals RHF acid. Total load ~ 32 bbls Found Perfs 3304-3306' in communication with perfs 3291-3293' Retreated Perfs 3325-3327' with same size acid job: 200 gals non-acid preflush, 180 gals 7.5% HCL acid preflush, 430 gals 1/2 strength HF acid, 532 gals RHF acid. Total load ~ 32 bbls YATES (Top @ 2852') [SQUEEZED] - Possibly Leaking 2852-3056' (26 - 1/2" holes) - Dec 1979 [SQUEEZED] Btm of Pump 3443' Frac w/ 10,000 GGKCL wtr, 10,000 gals CO2 & 37,500# Sand **EOT** ~3456' SEVEN RIVERS (Top @ 3128') Cmt Retainer w/ fish on top 3512' 3267-3271' (4 SPF) - Jun 1996 Fish: RTTS pkr drag block (1/2" x 4") Spotted 100 gals 15% HCL acid & 400 gals 1/2 strength HF acid 3291-3293', 3304-3306', 3325-3327' (4 SPF) - May 1996 Production Csg 3374-3376' (4 SPF) - Jun 1996 <u>5-</u>1/2" Spotted 100 gals 15% NEFE acid & 300 gals full strength HF acid Size: Wt.&Thrd: 14# 3460-3463' (4 SPF, 9 holes) - Jan 1996 K-55 Grade: Spotted 250 gals 15% HCL acid & 567 gals 9.5# brine Set @: 3675 QUEEN (Top @ 3500') [ISOLATED] Sxs Cmt: 750 sxs 3522', 3528', 3530', 3535', 3539', 3561', 3574', 3586', 3592' & 3600' - Apr 1981 Circ: 50 sxs Treated w/ 1000 gals Acid; API 36.1 TOC: **SURF** 3527-3530', 3534-3536', 3538-3540', 3560-3562' (2 SPF, 22 holes) - Aug 1995 Hole Size: 7-7/8" Acidized w/ 450 gals 15% HCL Acid & 570 gals 10# brine **PBTD 3620'**

Fubulars - Capacities and P	<u>erformance</u>						
	bbl/ft	cf/ft	Tensile (lbs)	Burst (psi)	Collapse (psi)	ID(in)	Drift (in)
2-7/8" Tubing (MA w/ bu	III plug, 10 jts 2	2-7/8" tbg, TA	C, 98 jts 2-7/8" th	og) @ ~3456	'		
Gas Anchor Pump, 8 - 2	5' K SinkerBa	rs, 129 - 7/8"	rods, 8' x 7/8" su	b, 6' x 7/8" s	ub, 4' x 7/8" sub,	& polish rods	

TD 3675'

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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**

CONDITIONS

Action 168524

CONDITIONS

Operator:	OGRID:
FAE II Operating LLC	329326
11757 Katy Freeway, Suite 725 Houston, TX 77079	Action Number:
Houston, 1X 77079	168524 Action Type:
	[C-101] Drilling Non-Federal/Indian (APD)

CONDITIONS

Created By	Condition	Condition Date
pkautz	None	12/21/2022