District I

1625 N. French Dr., Hobbs, NM 88240

Phone: (575) 393-6161 Fax: (575) 393-0720

District II

2811 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

☐AMENDED REPORT

1220 South St. Francis Dr.

HOBBS OCD

Santa Fe, NM 87505

JUN 2 2 2018

			Operator Name a	nd Address	RE-ENTE			² OGRID Nu	mber	
DELAWARE ENERGY, LLC 405 N. MARIENFELD, SUITE 250 MIDLAND, TX 79707 Property Code 7 Property Code CHAPMA				50	371195 30-025-44954					
				Property Name CHAPMAN SWI		170-0	<u>/スター オ</u>	Well No.		
22/	640				<u>CHAPMAN SWI</u> urface Locatio				1	
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County	
0	10	25 S	36 E	Lot Idi	440	S	1398	E	LEA	
			•	* Propose	ed Bottom Ho	ole Location				
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County	
				9. Pc	ool Informatio	on			· · · · · · · · · · · · · · ·	
				Pool	Name				Pool Code	
				SWD;	DEVONIAN				96101	
				Addition	al Well Infor	mation				
13 Work			^{12.} Well Type S		13. Cable/Rotary ROTARY		14 Lease Type		15. Ground Level Elevation	
N 16 Multiple		Ì	17. Proposed Depth				P Contractor		3,125' 20 Spud Date	
N 14,145' DEVC			DEVONIAN	N			7/1/2018			
Pepth to Grour	nd water		Distan	ce from nearest	fresh water well		Distance	to nearest surfa	ce water	
]We will be	using a	closed-loop	system in lieu of	-	sing and Can	nent Program				
Туре	Hole	e Size	Casing Size	Casing We		Setting Depth	Sacks of	Comont	Estimated TOC	
	1			54.:		1,350'		<u> </u>	0'	
INTER			9.625"	47		9.645'	250		0'	
PROD 8.5"		<u> </u>	7.625	39		9,445' - 13,14			0'	
_			Casing	Casing/Cement Program: Additional Comment			03.	1 0		
			^{22.} F	Proposed Blo	owout Preven	ition Program	1			
	Туре			orking Pressure			Pressure		Manufacturer	
DOUBLE RAM			5000		5000	5000		CAMERON		
			•					<u> </u>	CHINERON	
est of my kno	wledge an	d belief.	on given above is truied with 19.15.14.9			0	IL CONSERVA	TION DIVI	SION	
9.15.14.9 (B) Signature				(A) NVIAC [X]	Арг	proved By:	Flans			
Printed name: SARAH PRESLEY			Titl	Title:						
itle: OPERA	TIONS M	IANAGER			App	proved Date:	8/17/18	xpiration Date	08/17/2	
			LAWARFENERGY	COM			711/10		-4111	
E-mail Address: S.PRESLEY@DELAWAREENERGY.COM Phone: 422.435.705.7005					nditions of Annros					

See Attached

Conditions of Approval

CONDITIONS OF APPROVAL

API#	Operator	Well name & Number
30-025-44954	DELAWARE ENERGY, LLC	CHAPMAN SWD # 001

Applicable conditions of approval marked with XXXXXX

Administrative Orders Required

XXXXXXX	Will require administrative order for SWD prior to placing the well on injection		

Other wells

Drilling

XXXXXXX	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

Casing

XXXXXX	SURFACE CASING - Cement must circulate to surface
XXXXXX	INTERMEDIATE CASING - Cement must circulate to surface
XXXXXX	PRODUCTION CASING - Cement must circulate to surface
XXXXXXX	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
	South Area
XXXXXX	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water

Pits

XXXXXXX	If using a pit for drilling and completions, must have an approved pit form prior to spudding the well

Completion & Production

XXXXXXX	Must notify Hobbs OCD office prior to conducting MIT (575) 393-6161 ext. 102			
XXXXXXX	Must conduct MIT prior to any injection			