

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTCarlsbad Field Office
OCD HobbsFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***HOBBS OCD****SUBMIT IN TRIPLICATE - Other Instructions on page 2**

NOV 18 2019

5. Lease Serial No.
NMLC066126
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
CHISHOLM ENERGY OPERATING LLC
- Contact: JENNIFER ELROD
Email: jelrod@chisholmenergy.com

8. Well Name and No.
LAGUNA 23 FED COM 2BS 5H

9. API Well No.
30-025-46394-00-X1

- 3a. Address
801 CHERRY STREET SUITE 1200 UNIT 20
FORT WORTH, TX 76102

- 3b. Phone No. (include area code)
Ph: 817-953-3728

10. Field and Pool or Exploratory Area
LEA

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 23 T20S R34E 225FSL 2055FWL
32.551781 N Lat, 103.174599 W Lon

11. County or Parish, State
LEA COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Drilling Operations
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

****SURF/INT CSG SUNDRY******10/17/19-SPUD WELL**

10/18/19-NOTIFY BMO OF CSG/CMNT JOB; DRILL 17.5" SURF HOLE TO 1685'MD; RUN 43 JTS OF 13.375", 54.5# J-55 CSG SET @ 1683'MD; PUMP 297 BBLs(860 SXS) CLASS C LEAD CMNT @ 1.94 YIELD FOLLOWED BY 92 BBLs (385 SXS) CLASS C TAIL CMNT ! 1.34 YIELD W. 142 BBLs(410 SXS) CMNT CIRCULATED TO SURFACE; WOC 8 HOURS

10/19/19-NOTIFIED BLM OF BOP TEST; TEST ANNULAR 250 LOW/2500 HIGH 10 MIN; GOOD TEST; TEST RAMS & CHOKE VALVES @ 250 LOW/5000 HIGH; 10 MIN EA TEST; ALL GOOD TEST; 10/20/19-TEST 13.375" SURF CSG TO 1500 PSI; 30 MIN; GOOD TEST.

10/23/19-DRILL 12.25" INT HOLE TO 5723'MD

10/24/19-NOTIFIED BLM OF CSG/CMNT JOB; RUN 141 JTS OF 9.625", 40#, J-55 CSG SET @ 5706'MD; CMNT 1ST

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #490123 verified by the BLM Well Information System
For CHISHOLM ENERGY OPERATING LLC, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 10/29/2019 (20PP0252SE)

Name (Printed/Typed) JENNIFER ELROD

Title SR. REGULATORY ANALYST

Signature (Electronic Submission)

Date 10/29/2019

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title Accepted for Record

NOV 05 2019
Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Jonathon Shepard
Office Carlsbad Field Office

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.

(Instructions on page 2)

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #490123 that would not fit on the form

32. Additional remarks, continued

STAGE W/174 BBLS (375 SXS) CLASS C LEAD CMNT @ 2.61 YIELD FOLLOWED BY 51 BBLS (235 SXS) CLASS C TAIL CMNT @ 1.23 YIELD W/ 77 BLBS CMNT CIRC TO SURFACE AFTER 1ST STAGE; BLM WITNESSED; OPEN DV TOOL AND PUMP 2ND STAGE CMNT @ 1085 SXS CLASS C CMNT @ 2.61 YIELD W/ 81 BBLS (174 SXS) CMNT CIRCULATED TO SURFACE.

10/25/19-WOC 8 HOIURS; NOTIFIED BLM OF 8.625" CSG PRESSURE TEST; TEST CSG TO 1500 PSI; 30 MIN; GOOD TEST.