<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

District IV

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 248154

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A 20	NE
--	----

Operator Name and Address	2. OGRID Number 371755			
PERCUSSION PETRO	PERCUSSION PETROLEUM OPERATING, LLC			
919 Milam	3. API Number			
Houston, TX 77002	30-015-44732			
4. Property Code	5. Property Name	6. Well No.		
320702	MORRIS BOYD STATE COM	003H		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	23	19S	25E		555	S	675	W	Eddy

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	26	198	25E	M	20	S	960	W	Eddv

9. Pool Information

N. SEVEN RIVERS; GLORIETA-YESO	97565	

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation	
New Well	OIL		Private	3439	
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date	
N	8309	Yeso		3/7/2018	
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

			ropocou ouc;	, and coment regram		
Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	1220	550	0
Prod	8.75	5.5	17	8300	2000	1500

Casing/Cement Program: Additional Comments

22 Proposed Blowout Prevention Program

22. Floposed Blowout Fleveridon Flogram								
Туре	Working Pressure	Test Pressure	Manufacturer					
Annular	3000	2500	Shaffer					
Double Ram	5000	3000	Shaffer					

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 Lupe Carri	llo	Approved By:	Raymond Podany		
Title:	Chief Operating Officer		Title:	Geologist		
Email Address:	Address: Lupe@percussionpetroleum.com			2/27/2018	Expiration Date: 2/27/2020	
Date:	2/27/2018	Phone: 713-589-9509	Conditions of Appr	roval Attached		

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1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
DISTRICT IV

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, New Mexico 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	,,,,,,,		Pool Code		GE DEDICA	Pool Na				
Property Co	de			MODE	Property Name			We	ell Number		
				MORR	Operator Name Slevation 3H						
OGRID No).		PERCUS	SION P		OPERATIN	NG, LLC		3439'		
					Surface Location	on					
IL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
M	23	19-S	25-E		555	SOUTH	675	WEST	EDDY		
				Bottom Hol	e Location If Differ	ent From Surface					
JL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
M	26	19-S	25-E		20	SOUTH	960	WEST	EDDY		
edicated Acres	Joint or		Consolidation C		er No.			AND THE RESIDENCE OF THE PROPERTY AND PROPER	CD TAY THE TARRE		
ALLOWABLE WII	L BE ASSIGN	ED TO THIS C	COMPLETION UN	GEO		DNSOLIDATED OR A 1 1"=2000' GEODETIC COORL NAD 27 NM SURFACE LOCA	NINATES E	NIT HAS BEEN APPROVI	E Wallace Laboratory		
 			+	L	Y= 596791.9 N X= 501764.1 E AT.=32.640563* N NG.=104.461896* W FIRST TAKE POINT NAD 83 NME Y= 596137.8 N X= 502048.8 E AT.=32.638766* W NG.=104.460968* W	Y= 596730.8 X= 460585.9 LAT.=32.64045 LONG.=104.4613 FIRST TAKE P NAD 27 NW Y= 596076.8 X= 460870.3 LAT.=32.63865 LONG.=104.4604	I hereby complete that this complete that the complete that t	certify that the information Is to the best of my knowledge organization either owns a was sed mineral interest in the Is bottom hole location or has this location pursuant to a compiler of the property of	e and belief, and orking interest or and including the a right to drill this outract with an own , or to a voluntary		
B_		-	<u> </u>		NAD	ORDINATES TABLE 27 NME 1 N, X= 459910.8	Signa E	ture	Date		
	GRID AZ.=1 HORIZ. DIS				C - Y= 596174. D - Y= 496177.	9 N, X= 461249.0 3 N, X= 459910.7 7 N, X= 461236.7 3 N, X= 459905.3	E Printe	d Name			
5 72 D			SEC. 23 SEC. 26	-	F - Y = 590840.	5 N, X= 461230.8		l Address			
960° 80 F.T.P.		The second secon	<u> </u>		NAD A - Y= 597543. B - Y= 597553. C - Y= 596235. D - Y= 596238. E - Y= 590914.	RDINATES TABLE 83 NME 2 N, X= 501089.3 0 N, X= 502427.5 3 N, X= 501089.2 7 N, X= 502415.2 1 N, X= 502409.4	E I hereb E was ple E me or t E and col	RVEYOR CERTII y certify that the well location tend from field notes of actual ander my supervision, and the rect to the best of my belief	on shown on this pla all surveys made by at the same is true		
	HORIZ.	Z.=180°03'; DIST.=5214		LC	LAST TAKE POINT NAD 83 NME Y= 591234.8 N X= 502044.0 E LAT.=32.625290 N NNG.=104.460965 W TTOM HOLE LOCATION NAD 83 NME Y= 590924.8 N X= 502043.6 E	LAST TAKE P NAD 27 NI Y= 591173. X= 460865. LAT.=32.6251. LONG.=104.460 BOTTOM HOLE LI NAD 27 NI Y= 590864. X= 460865.	OINT Signal REGS N 4 E P P P P P P P P P P P P P P P P P P	ESurvey ure & Seal of Profession 3239 Mald J Estimates icate Number Gary	Q ₀		

Form APD Comments

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Permit 248154

PERMIT COMMENTS

Operator Name and Address:	API Number:		
PERCUSSION PETROLEUM OPERATING, LLC [371755]	30-015-44732		
919 Milam	Well:		
Houston , TX 77002	MORRIS BOYD STATE COM #003H		

Created By	Comment	Comment
		Date
RPodany	Incomplete. Location of BHL not entered #11. Pit application if not closed loop indicated. Unorthodox locations. < 330 NSL, NSP.	2/26/2018
	I do not know how to enter #11 in on the electronic APD - I cannot find a place to enter it. Please reference the attached C-102 it has BHL of well. We will be using a closed loop system on the well, and it is a non-standard location, but not a non-standard project area. The Last Take Point will be more than 330' from the south sec 26 line.	2/26/2018
RPodany	operators request	2/27/2018

Form APD Conditions

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Permit 248154

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:	
PERCUSSION PETROLEUM OPERATING, LLC [371755]	30-015-44732	
919 Milam	Well:	
Houston , TX 77002	MORRIS BOYD STATE COM #003H	

OCD Reviewer	Condition
RPodany	Will require a directional survey with the C-104
RPodany	Cement is required to circulate on both surface and intermediate1 strings of casing