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|--|---|---|
| Well Name: RED HILLS                   | Well Location: T25S / R33E / SEC 31 /<br>NESW / 32.0863916 / -103.6140599 | County or Parish/State: LEA /<br>NM     |
| Well Number: 403H                      | Type of Well: OIL WELL  | Allottee or Tribe Name:                 |
| Lease Number: NMNM015321,<br>NMNM15321 | Unit or CA Name:  | Unit or CA Number:                      |
| US Well Number: 3002545708             | Well Status: Drilling Well  | Operator: KAISER FRANCIS OIL<br>COMPANY |

Subsequent Report

|   |                                     |
|---|-------------------------------------|
| Type of Submission: Subsequent Report     | Type of Action: Drilling Operations |
| Date Sundry Submitted: 04/16/2021         | Time Sundry Submitted: 02:23        |
| Date Operation Actually Began: 08/07/2019 |                                     |

**Actual Procedure:** Spud well 8/6/19 4:30 \*\*\*\*\* Contacted BLM w/intent to skid and spud Red Hills 403H. Spoke with Steven @ 7:11 pm on 8/5/19 \*\*\*\*\* 08/7/19 10-3/4", 40.5# , J-55 @ 923' & cmt'd w/620 sxs. TOC @ Surface. Circ to surface Pressure tested to 1500# for 30 minutes - good test. \*\*\*\*\* Contacted BLM w/intent to run and cement surface casing Red Hills 403H. Spoke with Pat McKelvey @ 8:00 am on 8/6/19 \*\*\*\*\* Contacted BLM w/intent to nipple up and test BOPE on Red Hills 403H. Spoke with Pat McKelvey @ 7:00 pm on 8/6/19 \*\*\*\*\* 8/13/19 7-5/8", 29.7#, HCP-110 @ 11,468 ' & cmt'd w/1025sxs. Dv tool on jt #140 ( Csg set depth 11,468' )( Plug back depth 11,420' )( Dv set depth 5,225'). Dropping DV tool opening plug & wait 35 minutes to fall, open w/ 750 psi, circulate 20 bbls w/ cmt truck, switch to rig pump & circulate @ 6.5 bpm (65 spm), got 40 bbls of spacer & 100 bbls cement back on BU. (start circulating @ 01:20 hrs). (will circulate thru DV tool for 5-1/2 hrs before pumping 2nd stage cmt job). 8/15/19 Pump 2nd stage cement: Test Lines to 5000 psi. , Pump rate 6 bpm : 40bbls gel water spacer w/ red dye , Lead 925 sks (449 bbls) of NeoCem PL2 lead at 11 ppg, 2.73 cu ft/sk yld 16.89 gal per sack mix water, Tail 100 sks (24 bbls) of HalCem H tail at 14.8 ppg 1.33 yld and 6.42 gal per sack mix water. Bumped plug at 700 psi and pressured up to 2200 psi. Held 5 mins. Released with 2 bbls back to truck. Floats held. Full returns the whole job, Circ.165 bbls of cement back to surface. TOC Surface Pressure tested to 1500# for 30 minutes - good test. Contacted: Pat Kelvey with blm for 7 5/8" casing & cement @ 15:00 hrs 8-13-19 08/28/2019 5-1/2", 20#, HP P-110 @ 19,777' & cmt'd w/1475sxs. TOC @ 2424. Pressure tested to 5000# for 10 minutes - good test.

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| <b>Well Number:</b> 403H                      | <b>Type of Well:</b> OIL WELL  | <b>Allottee or Tribe Name:</b>                 |
| <b>Lease Number:</b> NMNM015321,<br>NMNM15321 | <b>Unit or CA Name:</b>  | <b>Unit or CA Number:</b>                      |
| <b>US Well Number:</b> 3002545708             | <b>Well Status:</b> Drilling Well  | <b>Operator:</b> KAISER FRANCIS OIL<br>COMPANY |

SR Attachments

PActual Procedure

Red\_Hills\_403H\_WBD\_20210416080657.pdf

Operator Certification

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

|   |   |
|---|---|
| <b>Operator Electronic Signature:</b> ERIC HANSEN | <b>Signed on:</b> APR 16, 2021 08:08 AM |
| <b>Name:</b> KAISER FRANCIS OIL COMPANY           |   |
| <b>Title:</b> Drilling Engineer                   |   |
| <b>Street Address:</b> 6733 S. Yale Ave.          |   |
| <b>City:</b> Tulsa                                | <b>State:</b> OK                        |
| <b>Phone:</b> (918) 491-4339                      |   |
| <b>Email address:</b> EricH@kfoc.net              |   |

Field Representative

|                             |               |             |
|-----------------------------|---------------|-------------|
| <b>Representative Name:</b> |               |             |
| <b>Street Address:</b>      |               |             |
| <b>City:</b>                | <b>State:</b> | <b>Zip:</b> |
| <b>Phone:</b>               |               |             |
| <b>Email address:</b>       |               |             |

BLM Point of Contact

|   |  |
|---|--|
| <b>BLM POC Name:</b> Jonathon W Shepard | <b>BLM POC Title:</b> Petroleum Engineer       |
| <b>BLM POC Phone:</b> 5752345972        | <b>BLM POC Email Address:</b> jshepard@blm.gov |
| <b>Disposition:</b> Accepted            | <b>Disposition Date:</b> 04/22/2021            |
| <b>Signature:</b> Jonathon Shepard      |  |

**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  
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**District III**  
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**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**

CONDITIONS

Action 27209

**CONDITIONS OF APPROVAL**

|              |                       |                |                |        |       |                |       |              |        |
|--------------|-----------------------|----------------|----------------|--------|-------|----------------|-------|--------------|--------|
| Operator:    | KAISER-FRANCIS OIL CO | P.O. Box 21468 | Tulsa, OK74121 | OGRID: | 12361 | Action Number: | 27209 | Action Type: | C-103N |
| OCD Reviewer | Condition             |                |                |        |       |                |       |              |        |
| ksimmons     | None                  |                |                |        |       |                |       |              |        |