Office	State of New Mexico	Form C-103 of 11
<u>District I</u> – (575) 393-6161 Energy 1625 N. French Dr., Hobbs, NM 88240	, Minerals and Natural Resources	Revised July 18, 2013 WELL API NO.
District II – (575) 748-1283 811 S. First St., Artesia, NM 88210 OIL C	CONSERVATION DIVISION	30-045-23685 5. Indicate Type of Lease
	220 South St. Francis Dr.	STATE FEE X
<u>District IV</u> – (505) 476-3460	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505		
SUNDRY NOTICES AND RI (DO NOT USE THIS FORM FOR PROPOSALS TO DRILLI DIFFERENT RESERVOIR. USE "APPLICATION FOR PI	OR TO DEEPEN OR PLUG BACK TO A	7. Lease Name or Unit Agreement Name Hartman
PROPOSALS.) 1. Type of Well: Oil Well Gas Well	Other	8. Well Number 1Z
2. Name of Operator Holcomb Oil & Gas,	INC.	9. OGRID Number 10605
3. Address of Operator P.O. Box 2058 Farmington, NM		10. Pool name or Wildcat Fruitland Coal & Flutcher Kutz PC
4. Well Location	NORTH	4500
	et from the <u>NORTH</u> line and	1528feet from theWESTline
	ownship 29N Range 11W on (Show whether DR, RKB, RT, GR, etc.	NMPM County San
Ti. Elevativ	GR 3576'	.,
of starting any proposed work). SEE RU proposed completion or recompletion. Proposal to add Fruitland Coal perfo	COMPL OTHER: OTHER: ns. (Clearly state all pertinent details, at LE 19.15.7.14 NMAC. For Multiple Corrations 1418-30, return well to pure	nd give pertinent dates, including estimated date
Spud Date: Dec 2021	Rig Release Date: Dec 20	
I hereby certify that the information above is true	and complete to the best of my knowled	
SIGNATURE William J. Holcom	TITLE President	DATE
Type or print name William J. Holcomb For State Use Only	E-mail address: holcomb.oil	gas@gmail.com _{PHONE} : 505-326-0550
APPROVED BY:	TITLE	DATE
Conditions of Approval (if any):		

<u>District I</u>
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
<u>District II</u>

District II 811 S. First St., Artesia, NM 88210 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 <u>District IV</u>
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 REPO	R
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WELL LOCATION AND ACREAGE DEDICATION PLAT

	¹ API Number ² Pool Code 30-4045-21385 71629		³ Pool Name Basin Fruitland Coal	
⁴ Property Code 307976	Hartman Froperty Name			⁶ Well Number 1Z
⁷ OGRID No. 10605		*Op Holcomb Oil & G	perator Name Sas, Inc	⁹ Elevation 5376 6R

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	31	29N	11W		2370	NL	1528	WL	San Juan

11 Bottom Hole Location If Different From Surface

Bottom Hole Eccution in Different Holm Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres	13 Joint or	r Infill 14 (Consolidation	Code 15 Or	rder No.			•	
N/2 320		X							

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.

•	!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!	!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!!		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
1			!	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
!	2370'			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 entered by the division.
			!	William J. Holcomb 11/02/2021
:				Signature Date
!			!	W.J. Holcomb
	X		!	Printed Name
! 1528'	^		1	holoomh oilgas@amail.com
1				holcomb.oilgas@gmail.com E-mail Address
: 			: 	E-man Address
				¹⁸ SURVEYOR 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.
				D.t. of Communication
				Date of Survey
				Signature and Seal of Professional Surveyor:
				Certificate Number

19.15.27.8 NMAC

A&B) No venting or flaring. The well is connected to an existing gathering facility except that allowed for paragraph (D).

- C) Upon recompletion activities, the well will produce through existing separation & production equipment into Enterprise Products gathering system. No flaring or venting is necessary.
- D) When recompletion procedure is completed, the well will be returned to pumping. Subsection 1 through 4 are normal operating procedures.
- E) Performance standards; existing production and separation equipment. No flare stack, or igniters are required, or in place. The Wells are checked daily for leaks or defects and repaired as soon as possible.
- F) Gas measurement equipment is existing for normal production operating. No venting or flaring activity is anticipated other than that defined as acceptable per paragraph (D).

19.15.27.9

Gas production will flow into existing gathering system through approved OCD. Percentage of gas used for compression is split 50% between Hartman 1Z and Hartman 2 wells. Previously approved by NMOCD. Natural Gas Capture Rate Data is being evaluated in accordance with this section and will be submitted quarterly beginning with 4th/QRT 2021.

HARTMAN 12 API-30-045-23685 F 31. TZ9N RIIW

2378 FNL 1500 FWL

Received by OCD: 11/2/2021 2:13:23 PM

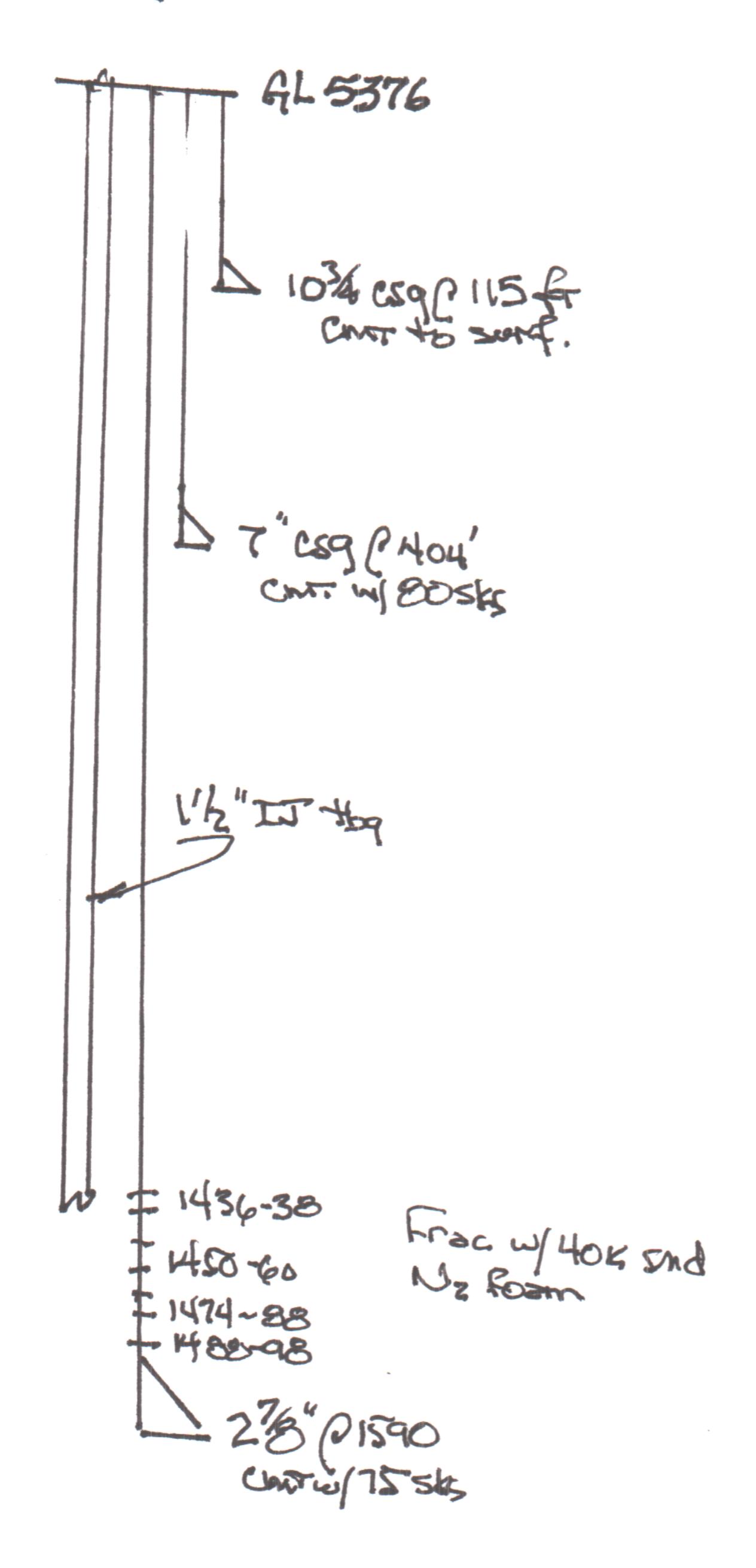
Page 4 of 11

FRODOSSE

Released to Imaging: 11/4/2021 8:38:39 AM

HARTMAN 12 API-30-045-23685 F 31. TZ9N RIIW 2378 ANL 1500 FWL

Received by OCD: 11/2/2021 2:13:23 PM



Page 5 of 11

___ Released to Imaging: 11/4/2021 8:38:39 AM __

I. Operator:

Holcomb Oil & Gas, Inc

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Date: __11/ 02/ 21

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 Effective May 25, 2021

OGRID:

10605

☐ Amendment o	due to □ 19.15.27.9	0.D(6)(a) NMA	C □ 19.15.27.9.D((6)(b) NMAC □ (Other.	
e:						
				wells proposed to	be drilled or proposed to	
API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D	
30-045-2368	F31T29NRJW	2378 NL15	28 VVL 0	50	0 - 10	
			al delivery point. Completion	. Initial F	Flow First Production	
30-045-2368	5		12/21	12/2	est. 12/22	
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 Practices: Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.						
	e following infosingle well pad of API 30-045-2368 Point Name: le: Provide the seted from a sing API 30-045-2368 nent: Attach of 19.15.27.8 North Practices: Interpretable of the sete of the set of the	e following information for each notingle well pad or connected to a cell API ULSTR 30-045-23685 F31T29NRJW Point Name: Hartman 2 A Selle: Provide the following informative eted from a single well pad or connected from a single well pad or conn	e following information for each new or recomple single well pad or connected to a central delivery p API ULSTR Footages 30-045-23685 F31T29NRJW 2378 NL18 Point Name: Hartman 2 A Sec 31 T29NR Be: Provide the following information for each new eted from a single well pad or connected to a central delivery p API Spud Date TD Reached Date 30-045-23685 Thenet: Attach a complete description of how Operatices: Attach a complete description of the act of 19.15.27.8 NMAC. The Practices: Attach a complete description of the act of 19.15.27.8 NMAC.	e following information for each new or recompleted well or set of visingle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D 30-045-23685 F31T29NRJW 2378 NL1528 WL 0 Point Name: Hartman 2 A Sec 31 T29NR11W Re: Provide the following information for each new or recompleted weted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Commencement 30-045-23685 12/21 Therefore Attach a complete description of how Operator will size separates: Attach a complete description of the actions Operator will of 19.15.27.8 NMAC. Therefore Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the Practices: Attach a complete description of Operator's best in the P	e following information for each new or recompleted well or set of wells proposed to single well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D Gas MCF/D 30-045-23685 F31T29NRJW 2378 NL1528 WL U 50 Point Name: Hartman 2 A Sec 31 T29NR11W [See 1] Be: Provide the following information for each new or recompleted well or set of wells eted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Commencement Date Back Education Date Commencement Date Back Education Date Completion Commencement Date Back Education Date Completion Completion Completion Date Completion Completion Completion Date Completion Date Completion Completion Completion Date Completion Date Completion Date Completion Date Completion Date Date Completion Completion Date Completion Date Date Completion Date Date Date Date Date Date Date Date	

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 capture requirement f			tion because Operator is in	compliance with its statewide na	atural gas		
IX. Anticipated Nat	ural Gas Producti	on:					
We	11	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of I Gas for the First Year			
X. Natural Gas Gatl	hering System (NC	GGS):					
Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Ca of System Segment Tie-			
production operations the segment or portion XII. Line Capacity. production volume from XIII. Line Pressure. natural gas gathering Attach Operator's XIV. Confidentiality Section 2 as provided	s to the existing or point of the natural gas gas. The natural gas gas from the well prior to the operator does system(s) describe plan to manage property: Operator ass I in Paragraph (2) o	planned interconnect of to gathering system(s) to we thering system will to the date of first product does not anticipate that above will continue to enduction in response to the terts confidentiality purs	he natural gas gathering systewhich the well(s) will be considered will not have capacity to getion. At its existing well(s) connect meet anticipated increases in the increased line pressure. But to Section 71-2-8 NMS 27.9 NMAC, and attaches a few which the well (s) will be considered increased line pressure.	ticipated pipeline route(s) connected, and the maximum daily canected. ather 100% of the anticipated nated to the same segment, or portional line pressure caused by the new SA 1978 for the information profull description of the specific interpretation.	apacity of atural gas on, of the well(s).		

Section 3 - Certifications <u>Effective May 25, 2021</u>

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses 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
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (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: William J. Holcomb
Printed Name: W.J. Holcomb
Title: President
E-mail Address: holcomb.oilgas@gmail.com
Date: 11/22/2021
Phone:
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

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**

COMMENTS

Action 59203

COMMENTS

0	perator:	OGRID:
	HOLCOMB OIL & GAS INC	10605
	P.O. Box 2058	Action Number:
	Farmington, NM 87499	59203
		Action Type:
		[C-103] NOI Recompletion (C-103E)

COMMENTS

Created By	Comment	Comment Date
kpickford	KP GEO Review 11/4/2021	11/4/2021

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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

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 59203

CONDITIONS

Operator:	OGRID:
HOLCOMB OIL & GAS INC	10605
P.O. Box 2058	Action Number:
Farmington, NM 87499	59203
	Action Type:
	[C-103] NOI Recompletion (C-103E)

CONDITIONS

Created	Condition	Condition
Ву		Date
kpickford	This well will require an approved Downhole Commingle prior to returning the well to production in both pools together. These two pools are preapproved for DHC through hearing order R-	11/4/2021
	11363. Application for the DHC will be through Epermitting under C-107A, but the document to be submitted is a C-103 (not the typical C-107A DHC application form).	
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	11/4/2021