eceived by UCD: 5/6/2022 3:56:52 PM U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Repor
Well Name: ROELOFS	Well Location: T29N / R8W / SEC 15 / NENW / 36.72011 / -107.66745	County or Parish/State: SAN JUAN / NM
Well Number: 1E	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name:
Lease Number: NMSF078415	Unit or CA Name:	Unit or CA Number:
US Well Number: 3004524971	Well Status: Producing Gas Well	Operator: SIMCOE LLC

Notice of Intent

Sundry ID: 2670099

-

Type of Submission: Notice of Intent

Date Sundry Submitted: 05/04/2022

Date proposed operation will begin: 06/13/2022

Type of Action: Recompletion Time Sundry Submitted: 02:05

Procedure Description: It is intended to recomplete the subject well in the Blanco Mesaverde (pool 72319) and downhole commingle the existing Basin Dakota (pool 71599) with the Mesaverde. The production will be commingled per Oil Conservation Division Order Number 11363. Allocation and methodology will be provided after the well is completed. Commingling will not reduce the value of the production. Proposed perforations are: MV – 3830'-4530' These perforations are in MD. Please see the attached Procedure, Current and proposed WBD, Reclamation plan, and NGMP.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

ROELOFS_004_DK_Current_Schematic__1__20220504140452.pdf

ROELOFS_001E_DK_Proposed_Schematic_20220504135656.pdf

Roelofs_001E_Procedure_20220504135645.pdf

Roelofs_001_E_Recomplete_Reclamation_Plan_20220504135618.pdf

Roelofs_001E_NGMPForm_Final_Signed_20220504135604.pdf

NM_APD_Air_Plan_2022_20220504135549.pdf

I	eceived by OCD: 5/6/2022 3:56:52 PM Well Name: ROELOFS	Well Location: T29N / R8W / SEC 15 / NENW / 36.72011 / -107.66745	County or Parish/State: SAN 2 of 14 JUAN / NM
	Well Number: 1E	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name:
	Lease Number: NMSF078415	Unit or CA Name:	Unit or CA Number:
	US Well Number: 3004524971	Well Status: Producing Gas Well	Operator: SIMCOE LLC
			1

Conditions of Approval

Specialist Review

2670099_RCMPLTN_1E_3004524971_KR_05052022_20220505095733.pdf

State: CO

Operator

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

Operator Electronic Signature: GINA DOERNER

Name: SIMCOE LLC

Title: Regulatory Analyst

Street Address: 1199 MAIN AVENUE SUITE 101

City: DURANGO

Phone: (970) 852-0082

Email address: GINA.DOERNER@IKAVENERGY.COM

Field

Representative Name: Street Address:

City: Phone:

Email address:

State:

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK BLM POC Phone: 5055647742 Disposition: Approved Signature: Kenneth Rennick Signed on: MAY 04, 2022 02:05 PM

Zip:

BLM POC Title: Petroleum Engineer

BLM POC Email Address: krennick@blm.gov

Disposition Date: 05/05/2022

Contract by Opp 7: 5/6/3022 3:56:52 PM Office District I – (575) 393-6161	State of New Mez Energy, Minerals and Natur			Form C-103 Revised July 18, 2013	
1625 N. French Dr., Hobbs, NM 88240	OIL CONSERVATION DIVISION 1220 South St. Francis Dr.		WELL API NO. 30-045-24971 5. Indicate Type of Lease		
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210					
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410			• •	x FEE	
District IV - (505) 476-3460	Santa Fe, NM 87	505	6. State Oil & Ga	as Lease No.	
1220 S. St. Francis Dr., Santa Fe, NM 87505			SF 078415		
SUNDRY NOTICI	ES AND REPORTS ON WELLS			r Unit Agreement Name	
(DO NOT USE THIS FORM FOR PROPOSA DIFFERENT RESERVOIR. USE "APPLICA"					
PROPOSALS.)		K SUCH	Roelofs 8. Well Number		
	as Well x Other			001E	
2. Name of Operator SIMCOE LLC			9. OGRID Numb	ber 329736	
3. Address of Operator	<u> </u>		10. Pool name or		
1199 Main Avenue, Ste. 101, Dur	ango, CO 81301		Blanco Mesaver		
4. Well Location			Blanco Wesaver		
Unit Letter <u>M</u> : <u>6</u>	60feet from the	line and1	240feet fro	m the <u>WEST</u> line	
Section 15		nge 08W	NMPM	County SAN JUAN	
	11. Elevation (Show whether DR,	RKB, RT, GR, etc.	.)	·	
	6730' GL				
It is intended to recomplete th Dakota (pool 71599) with the 11363. Allocation and method). SEE RULE 19.15.7.14 NMAC	For Multiple Co verde (pool 72319 be commingled per vell is completed.) and downhole con Coll Conservation D Commingling will n	wellbore diagram of nmingle the existing Basin Division Order Number	
pud Date:	Rig Release Dat		ge and belief.		
IGNATURE Gina Doerner	TITLERegul	atory Analyst	DA	ATE	
Type or print name <u>Gina Doerner</u> F or State Use Only	E-mail address:	<u>gina.doerner@i</u>	kavenergy.com PH	HONE: <u>970-852-0082</u>	

APPROVED BY:	TITLE	DATE
Conditions of Approval (if any):		

•

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 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-102 August 1, 2011

Page 4 of 14

Permit 315483

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-045-24971	2. Pool Code 72319	3. Pool Name BLANCO-MESAVERDE (PRORATED GAS)		
4. Property Code	5. Property Name	6. Well No.		
327695 7. OGRID No.	Roelofs	001E		
7. OGRID No. 329736	8. Operator Name SIMCOE LLC	9. Elevation 6730		
10 Surface Leastier				
10. Surface Location				

E/W Line UL - Lot Section Township Range Lot Idn Feet From N/S Line Feet From County Μ 15 29N 08W 660 S 1240 W San Juan

11. Bottom Hole Location If Different From Surface									
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated A 320	.00 W/2	1	13. Joint or Infill	1	14. Consolidatio	n Code	1	15. Order No.	I

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

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 owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this 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.
E-Signed By: Gina Doerner Title: Regulatory Analyst Date: 5/4/2022
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.
Surveyed By:Fred Kerr, Jr.Date of Survey:2/6/1981Certificate Number:3950

Roelofs #001E

M-15-29N-08W 660 FSL & 1240 FWL

API: 30-045-24971

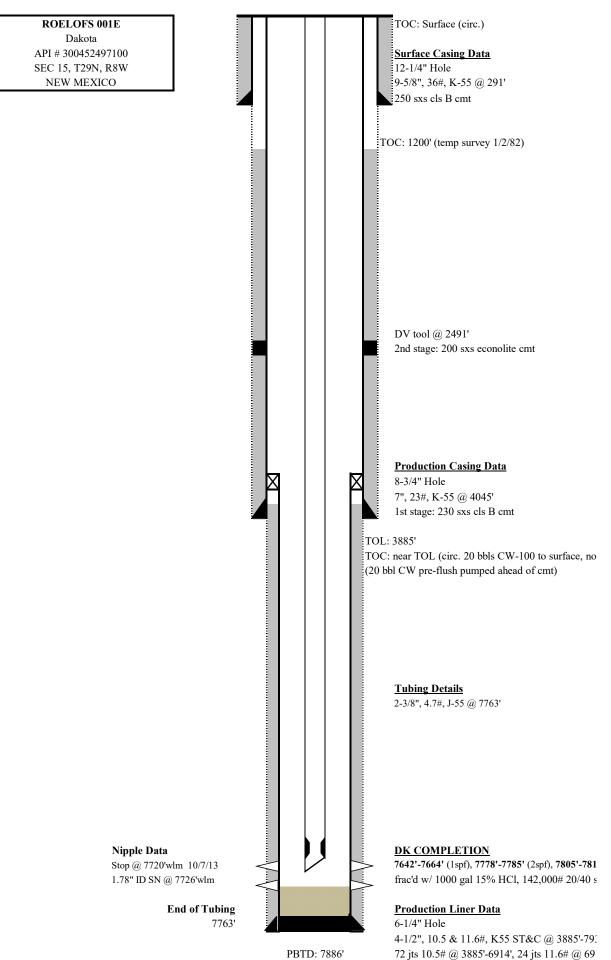
MESAVERDE RECOMPLETION PROCEDURE

Procedure

- 1. MIRU service rig and equipment
- 2. NU BOPs. POOH w/ production tubing.
- 3. Set a CIBP 100' above top DK perf.
- 4. Load the casing and pressure test casing to max frac pressure.
- 5. Run CBL through lined section.
- 6. If necessary, perforate liner and pump Class G cement behind the liner to get good cement bond across MV interval.
- 7. ND BOPs. NU frac stack and test to max frac pressure.
- 8. RDMO service rig. MIRU frac spread.
- 9. Perforate and frac the MV from 5001' 5715'. RDMO frac spread.
- 10. MIRU service rig.
- 11. NU BOPs. RIH and clean out to DK CIBP.
- 12. When water and sand rates are acceptable, flow test the MV.
- 13. Drill out DK CIBP. POOH w/ tubing.
- 14. RIH and land production tubing. Obtain a commingled flow rate.
- 15. ND BOPs, NUWH.
- 16. RDMO service rig and put well on production.

Received by OCD: 5/6/2022 3:56:52 PM

GL: 6730' KB: 6742'

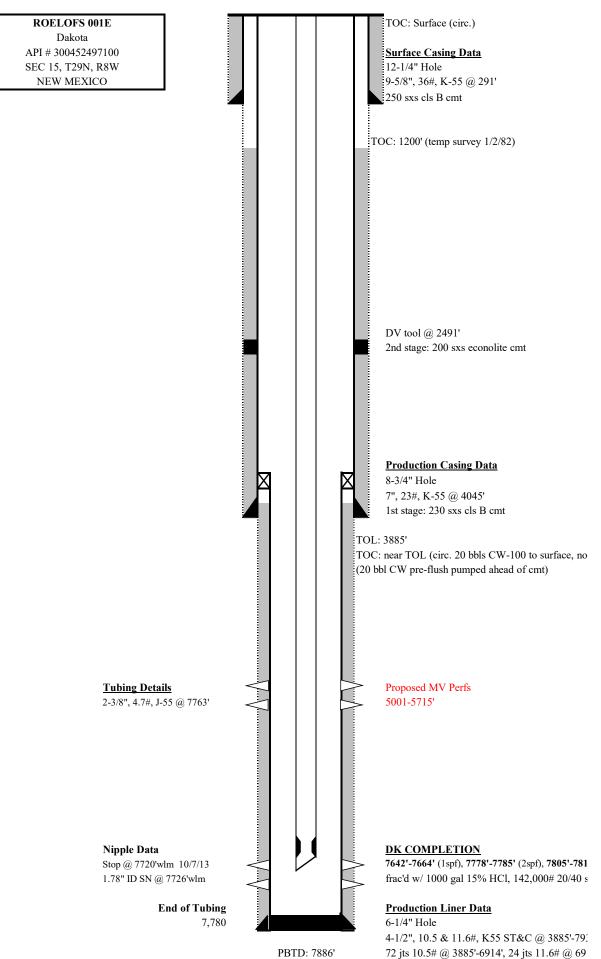


PBTD: 7886' Total Depth: 7930'

225 sxs econolite, tail w/ 150 sxs cls B cmt

Received by OCD: 5/6/2022 3:56:52 PM

GL: 6730' KB: 6742'



PBTD: 7886' Total Depth: 7930'

225 sxs econolite, tail w/ 150 sxs cls B cmt

IV. Separation Equipment: A complete description of how Operator will size separation equipment to optimize gas capture.

 SIMCOE production locations include separation equipment designed to separate gas from liquid phases. Equipment sizing is based on estimated volumes and pressures, as well as historical basin knowledge. Flowback separation equipment and production separation equipment will be utilized. Both of which are built and maintained to industry standards.
 Following the recompletion, gas will be sent to sales, depending on the gas composition. Since SIMCOE is performing work at an existing well location, which includes separation equipment, the well is already tied into an existing gas line therefore once the well is shown to meet pipeline spec it will go to sales.

VII. Operational Practices

- 1. Subsection (A) Venting and Flaring of Natural Gas
- SIMCOE understands the requirements of NMAC 19.15.27.8 which outlines that the venting or flaring of natural gas during drilling, completion, or production operations that constitutes waste as defined in 19.15.2 NMAC is prohibited. SIMCOE does not plan to flare.
- 2. Subsection (B) Venting and flaring during drilling operations
 - This application is not for drilling operations.
- 3. Subsection (C) Venting and flaring during completion or recompletion operations.
 - During initial flowback, SIMCOE will route flowback fluids into a completion or storage tank and, if technically feasible under the applicable well conditions, flare rather than vent and commence operation of a separator as soon as it is technically feasible for a separator to function.
 - During separation flowback, SIMCOE will capture and route natural gas from the separation equipment to a gas flowline or collection system or use on-site as a fuel source or other purpose that a purchased fuel or raw material would serve.
 - Should natural gas not meet gathering pipeline quality specifications, rule 19.15.27.8.C.3 will be met.
- 4. Subsection (D) Venting and flaring during production operations.
 - For liquids unloading by manual purging, an operator will remain present on-site or remain within 30 minutes' drive time of location. Will take reasonable action to not vent after the well achieves a stabilized rate and pressure.
 - Plunger lift system will be optimized to minimize the venting of natural gas.
 - During downhole well maintenance, venting of natural gas will be minimized.
- 5. Subsection (E) Performance Standards
 - Completion and production separation equipment and storage tanks will be designed appropriately for anticipated throughout and pressure to minimize waste.
 - No flare stacks will be installed or operating at a production location.
 - AVO inspections will be conducted in accordance with 19.15.27.8.E.5
- 6. Subsection (F) Measurement or estimation of vented and flared natural gas
- The estimation of vented natural gas will be completed in accordance with 19.15.27.8.F.5-6

VII. Best Management Practices

- 1. For recomplete activities, production facilities are already in place and the gathering system is already tied in so once the gas is sellable it will be sent down the line.
- 2. Low-bleed pneumatic devices will be installed at the production location.
- 3. The well will be shut in in the event of an emergency situation, or other operations where venting or flaring may occur due to equipment failures.

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	En	ergy, Minerals ar Oil Coi 1220 S	of New Mexi ad Natural Reso nservation Div outh St. Franc a Fe, NM 875	urces Departme rision is Dr.	nt		nit Electronically 3-permitting
	N	ATURAL GA	S MANAG	EMENT PI	LAN		
This Natural Gas Man	agement Plan mi	ist be submitted wi	h each Applicati	on for Permit to D	orill (AF	PD) for a new o	r recompleted well.
		Section Ef	1 – Plan De fective May 25, 7	scription 2021			
I. Operator: <u>SIMC</u>	OE LLC		OGRID:3	29736		Date:4_ /	6 / 2022
II. Type: 🗵 Original	□ Amendment	due to 🗆 19.15.27.	9.D(6)(a) NMAC	C 🗇 19.15.27.9.D(6)(b) N	MAC 🗆 Other.	
If Other, please descri						wae	
III. Well(s): Provide be recompleted from a	the following inf a single well pad	ormation for each r or connected to a c	new or recomplet entral delivery po	ed well or set of v	wells pr	oposed to be dr	illed or proposed to
Well Name	API	ULSTR	Footages 660 FSL	Anticipated Oil BBL/D		cipated MCF/D 1	Anticipated Produced Water
Roelofs 001E	3004524971	<u>M-15-29N-08W</u>	1240 FWL				BBL/D
IV. Central Delivery V. Anticipated Scher proposed to be recom	dule: Provide the	following informa	tion for each new	or recompleted wal delivery point.	vell or s		27.9(D)(1) NMAC] osed to be drilled o
Well Name Roelofs 001E	API 3004524971	Spud Date	TD Reached Date NA	Completion Commencement NA		Initial Flow Back Date NA	First Production Date NA
VI. Separation Equi VII. Operational Pr Subsection A through VIII. Best Manager during active and pla	actices: XI Attac IF of 19.15.27.8 nent Practices:	ch a complete desc NMAC. X Attach a comple	ription of the act	ions Operator wi	ll take t	o comply with	the requirements of

.

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.

Dependence of the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. \Box Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system \Box will \Box will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

XIII. Line Pressure. Operator \Box does \Box does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

Attach Operator's plan to manage production in response to the increased line pressure.

XIV. Confidentiality: \Box Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications Effective May 25, 2021

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

 \overline{x} Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

 \Box Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following:

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 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: Und But
Printed Name: Julie Best
Title: HSE Manager Operations
E-mail Address: julie.best@ikavenergy.com
Date: $4/26/22$
Phone: 970-822-8924
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Approval Date:
Approval Date:
Approval Date:
Approval Date:

.

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

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

Operator:	OGRID:
SIMCOE LLC	329736
1199 Main Ave., Suite 101	Action Number:
Durango, CO 81301	105024
	Action Type:
	[C-103] NOI Recompletion (C-103E)

CONDITIONS

Created By	Condition	Condition Date
kpickford	DHC required	5/12/2022
kpickford	Notify NMOCD 24 Hours Prior to beginning operations	5/12/2022

Page 14 of 14