

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

MAR 16 2010

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.

Farmington Field Office
Bureau of Land Management

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. SF-078047
2. Name of Operator Hilcorp Energy Company		6. If Indian, Allottee or Tribe Name
3a. Address PO Box 4700, Farmington, NM 87499		7. If Unit of CA/Agreement, Name and/or No.
3b. Phone No. (include area code) 505-599-3400		8. Well Name and No. Palluche HZMC 1H
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Surface Unit B (NWNE), 1042' FNL & 2088' FEL, Sec. 35, T26N, R7W Bottomhole Unit C (NENW), 790' FNL & 2242' FWL, Sec. 34, T26N, R7W		9. API Well No. 30-039-31138
		10. Field and Pool or Exploratory Area Basin Mancos
		11. Country or Parish, State Rio Arriba, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<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 <u>Enlarge Temp Use Area</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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.)

Hilcorp requests enlarging the 320'x320' proposed water pond (APD permitted disturbance: 2.35 acres) to 320'x470'. This request would add 150' to the northeast side of the permitted area toward the permitted well pad, essentially connecting the two permitted areas. See attached drawing. The additional area will be utilized as a temporary water storage area for temporary above-ground frac tanks and/or temporary above-ground ponds. All disturbed surface will be reclaimed after drilling and completion of the well. The area in discussion is all within Federal Lease number NMSF078047.

cw

NMOCD
MAY 16 2018
DISTRICT III

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Kandis Roland		Title Operations/Regulatory Technician - Sr.
Signature <i>Kandis Roland</i>		Date 3/16/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>Sarah N Sora</i>	Title <i>Supr NPS</i>	Date <i>5/11/18</i>
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.	Office <i>FFO</i>	

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.

(Instruction on page 2)

NMOCD

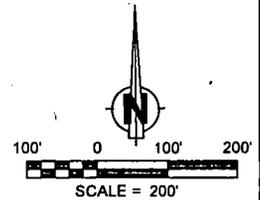
3

Palluche HZMC 1H
30-039-31138

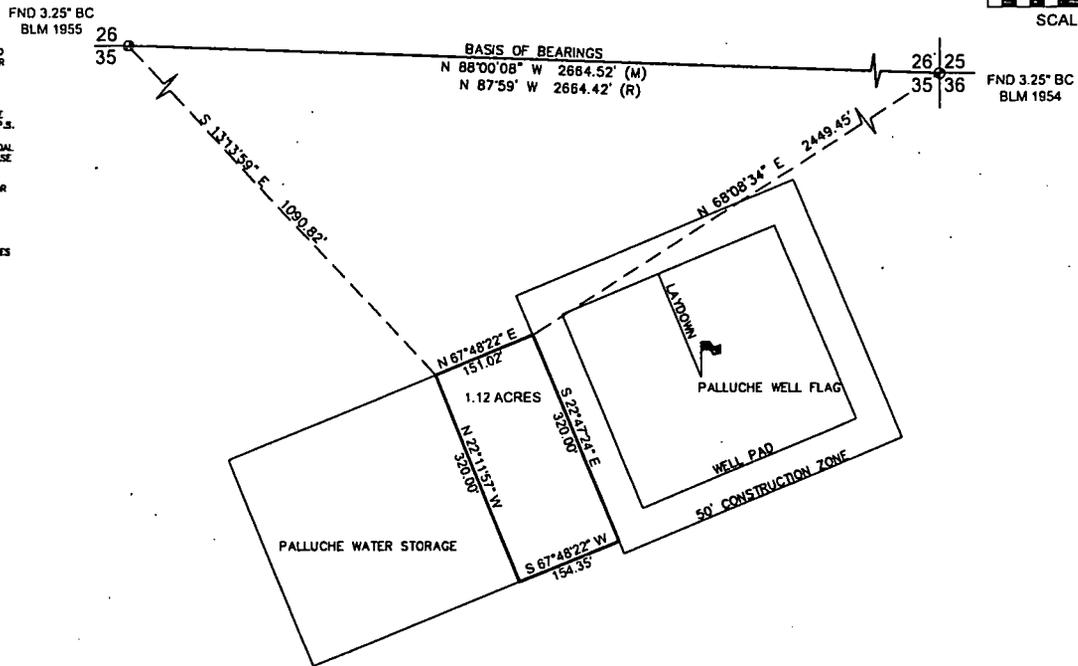


WELL FLAG
 LATITUDE: 36.44717° N
 LONGITUDE: 107.54296° W
 DATUM: NAD83

HILCORP
PALLUCHE HZMC #1H
TEMPORARY USE AREA
 LOCATED IN THE W/2 OF THE NE/4 OF SECTION 35.
 T26N, R7W, N.M.P.M.,
 RIO ARriba COUNTY, NEW MEXICO



- NOTES:
- 1.) BASIS OF BEARING: BETWEEN FOUND MONUMENTS AT THE NORTHEAST CORNER AND THE NORTH QUARTER CORNER OF SECTION 35, TOWNSHIP 26 NORTH, RANGE 7 WEST, ALM.P.M., RIO ARriba COUNTY, NEW MEXICO. LINE BEARS: N 87°00'00" W A DISTANCE OF 2664.32 FEET AS MEASURED BY G.P.S.
 - 2.) LATITUDE, LONGITUDE AND ELLIPSOIDAL HEIGHT BASED ON AZTEC CORS L1 PHASE CENTER. DISTANCES SHOWN ARE GROUND DISTANCES USING A TRAVERSE MERCATOR PROJECTION FROM A WGS84 ELLIPSOID, CONVERTED TO NAD83. NAVIGES ELEVATIONS AS PREDICTED BY GENDOO3.
 - 3.) LOCATION OF UNDERGROUND UTILITIES DEPICTED ARE APPROXIMATE. PRIOR TO EXCAVATION UNDERGROUND UTILITIES SHOULD BE FIELD VERIFIED. ALL CONSTRUCTION ACTIVITIES SHOULD BE FIELD VERIFIED WITH NEW MEXICO ONE-CALL AUTHORITIES AT LEAST 48 HOURS PRIOR TO CONSTRUCTION.



~ SURFACE OWNERSHIP ~
 BUREAU OF LAND MANAGEMENT

TEMPORARY USE AREA
 320' x 152' = 1.12 ACRES
 SCALE: 1" = 200'

Hilcorp DATE: 04/23/18
 DRAWN BY: GRR

I, HENRY P. BROADHURST, JR., A NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR CERTIFY THAT I CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO.



CCI
CHENAULT CONSULTING INC.
 4003 COLLETT BLVD
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