Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

5 Lease Serial No. NMSF078415Aon Field Office SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2 7. If Unit of CA/Agreement, Name and/or No. 1. Type of Well X Gas Well 8. Well Name and No. Oil Well Other Roelofs 1 2. Name of Operator 9. API Well No. 30-045-20116 **Hilcorp Energy Company** 10. Field and Pool or Exploratory Area 3a Address 3b. Phone No. (include area code) 382 Road 3100, Aztec, NM 87410 505-599-3400 Blanco Mesaverde / Basin Dakota 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 11. Country or Parish, State Unit N (SESW) 920' FSL & 1480' FWL, Sec. 22, T29N, R08W Surface San Juan **New Mexico** 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION X Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair New Construction X Recomplete Other Revised Change Plans Plug and Abandon Temporarily Abandon procedure & wellbore Final Abandonment Notice Convert to Injection Plug Back Water Disposal diagram 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 recomplete 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 recompletion 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 Energy Company plans to recomplete the subject well in the Mesaverde formation and downhole commingle with the existing Dakota. Attached is the Mesaverde C-102, recomplete procedure & wellbore schematic. A DHC application will be filed and approved before work proceeds. A closed loop system will be utilized. Interim reclamation will be performed after surface disturbing activities. NMOCD SEE ATTACHED FOR JUL 0 2 2019 **CONDITIONS OF APPROVAL** HOLD C104 FOR Density ON STRICT III Notify NMOCD 24 hrs prior to beginning operations 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Cherylene Weston Operations/Regulatory Technician - Sr. li Wrillene Weston THIS SPACE FOR FEDERAL OR STATE OFFICE AUSTEPTED FOR RECORD Approved by

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

Title

Office

FARMINGTON FIELD OFFICE

(Instruction on page 2)

entitle the applicant to conduct operations thereon

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



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

Permit 266078

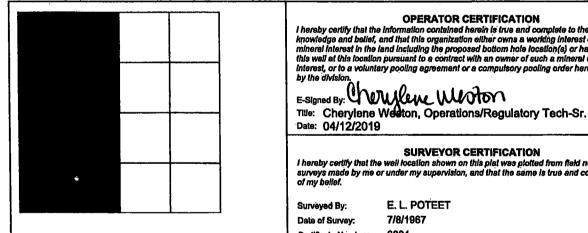
WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-045-20116	72319	BLANCO-MESAVERDE (PRORATED GAS)
4. Property Code	5. Property Name	6. Well No:
318689	ROELOFS	001
7. OGRID No. 372171	8. Operator Name HILCORP ENERGY COMPANY	9. Elevation 6424

10. Surface Location UL-Lot Section Township Range Lot Idn Feet From N/S Line Feet From E/W Line County 29N 08W 1480 W SAN JUAN 22

11. Bottom Hole Location if Different From Surface Feet From E/W Line Section Township Range Lot Idn Feet From County 12. Dedicated Acres 320.00 - W/2 13. Joint or Infili 14. Consolidation Code 15. Order No.

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



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 unlessed 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

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

Certificate Number:

3084



HILCORP ENERGY COMPANY ROELOFS 1

MESA VERDE RECOMPLETION SUNDRY

API#: 30-045-20116

JOB PROCEDURES

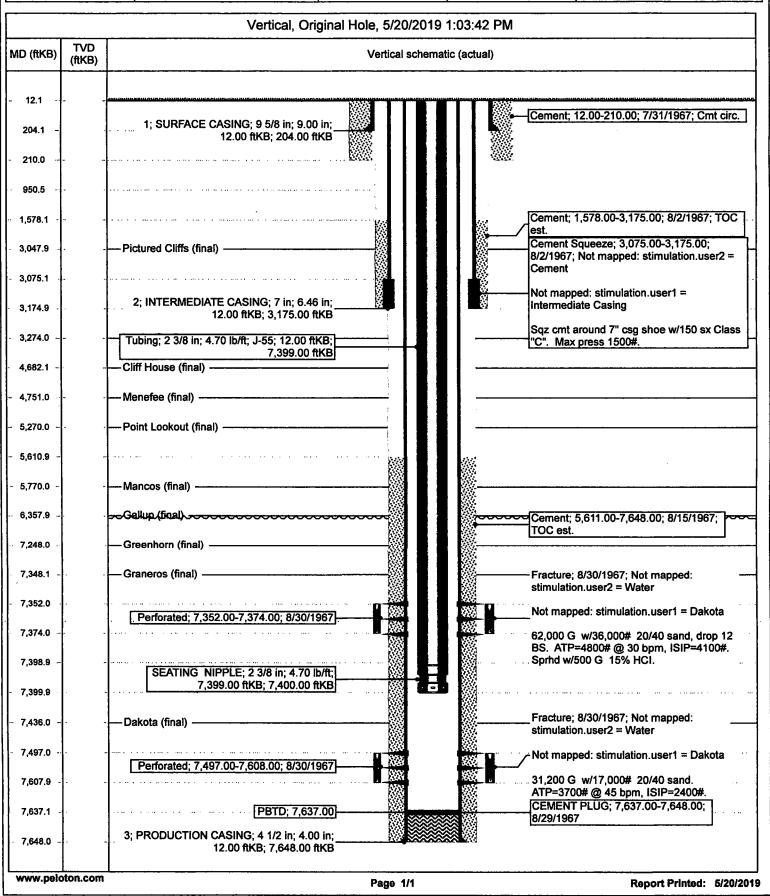
- MIRU Service rig and associated equipment, test BOP. Check Bradenhead pressures daily and record throughout the recomplete project. Notify NMOCD and BLM if any anomalous pressures changes occur on the Bradenhead.
- 2. TOOH w/ 2 3/8" tubing set at 7400'.
- 3. Set initial CIBP at 7302' or deeper (no higher than 50' above existing perforations)
- 4. Perform MIT from initial CBP, providing 24 hr notice to BLM and NMOCD. Once completed, review and submit the MIT charted test results to both the NMOCD and BLM If the MIT fails, discuss and gain approval with both the NMOCD and BLM with a plan of action to remediate the wellbore. Perform a 2nd MIT once remediated.
- 5. Run CBL and submit it to NMOCD and BLM.
- 6. Optionally set bridge plug below intended recomplete interval.
- 7. ND BOP, NU frac stack. Pressure test the production casing or frac string and frac stack to maximum frac pressure. The pressure test will not exceed 85% of the internal yield pressure rating of the primary treatment string.
- 8. Perforate and frac the Mesa Verde within 4682'-5770'.
 - a. Note: Based is determined as 500' from top of Point Lookout.
- 9. Optionally set a kill plug above recomplete interval for casing fracs.
- 10. ND the frac stack, NU the BOP and test.
- 11. MU and TIH with a mill. Tag and drill out the top isolation plug and Mesa Verde frac plugs if applicable.
- 12. Clean out the wellbore to the top of the Dakota isolation plug.
- 13. Once water and sand rates are acceptable, drill out the Dakota isolation plug and cleanout to PBTD of 7637'. TOOH.
- 14. TIH and land production tubing. Get a commingled Dakota/MV flow rate.

Hilcorp Energy Company

Current Schematic

Well Name: ROELOFS #1

	Surface Legal Location 022-029N-008W-N	Fleid Name DK			State/Province NEW MEX		Well Configuration Type Vertical
Ground Elevation (ft) 6,424.00	Original KB/RT Elevation (ft) 6,436.00		KB-Ground Distance (ft) 12.00	KB-Casing Flange Dis	tance (ft)	KB-Tubing Hanger	Distance (ft)



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD.
FARMINGTON, NEW MEXICO 87402

Attachment to notice of Intent to Recomplete & Commingle

Well:

Roelofs 1 30-045-20116

CONDITIONS OF APPROVAL

1. Contact BLM Inspection and Enforcement @ (505) 564 - 7750, 24 hours prior to conducting MIT work so an inspector can be present to witness the MIT.

Contact John Hoffman, Petroleum Engineer @ (505) 564 – 7742 to discuss any failed MIT results and/or your remedial action and isolation plans.

Submit the electronic copy of the MIT Test Chart and CBL for verification to the following addresses: jhoffman@BLM.gov and Brandon.Powell@state.nm.us.

- 2. The following modifications to your recompletion program are to be made:
 - a) Upon rigging up, record Bradenhead pressure and monitor same during recompletion operations. Notify BLM and NMOCD if anomalous pressure changes occur. Provide monitoring results in the subsequent Report of Operations.
 - b) Casing pressure test for fracture stimulation operations cannot exceed the internal yield strength of the casing including a 20% safety factor unless a waiver is granted. Stimulation operations cannot exceed this test pressure.
 - c) CIBP for base of fracture stimulation to be set less 50' above top existing perforation.
- 3. File well test and recompletion results within 30 days of completing recompletion operations.