Prod

12.25

8.75

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

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

District III

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 III Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

9.625

Form C-101 August 1, 2011

0

| APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A 20 | ONE |
|--|-----|
|--|-----|

State of New Mexico **Energy, Minerals and Natural Resources**

| | e and Address CHISON OIL & | GAS INC | | | | | • | | | - | 2. OGRI | D Number 15363 | | |
|--|-------------------------------|----------------------|------------------|---|----------------|--------------|---------------------|----------------------------|---------------------|--------------------------|----------|-----------------------------|--------|------|
| | cy Tower One o, TX 75024 | | | | | | | | | | 3. API N | | 5 | |
| 4. Property Code 5. Property Nan 317153 JAV | | | | ne VBONE STATE COM | | | | | 8. Well No. 003H | | | | | |
| | | | | | | 7. St | Irface Location | | | | | | | |
| UL - Lot C | Section 2 | Township 25 | Range | 26E | Lot Idn | С | Feet From 200 | N/S | Line N | Feet From 18 | 95 | E/W Line W | County | Eddy |
| | | | | | 8. Pro | posed | Bottom Hole Loca | tion | | | | | | |
| UL - Lot N | Section 2 | Township 25 | Range S | 26E | Lot Idn | N | Feet From 330 | N/S | Line S | Feet From 189 | 95 | E/W Line W | County | Eddy |
| | | | | | | 9. Po | ool Information | | | | | | | |
| COTTONWO | DD DRAW; BON | NE SPRING (O) | | | | - 1 | CALL COLOR | | | | | 97 | 494 | |
| | | | | | Ad | dition | al Well Information | 1 | | | | | | |
| 11. Work Type New | Well | 12. Well Type OIL | | 13. Cable/F | Rotary | | | | 14. Lease T | ^{Гуре} State | 15. Grou | and Level Elevation 3331 | | |
| 16. Multiple 17. Proposed Depth N 11879 | | | | 18. Formation 19. Contractor 2nd Bone Spring Sand | | | | 20. Spud Date 2/20/2017 | | | | | | |
| Depth to Ground | water | | | Distance fr | rom nearest fi | resh wa | ter well | | 200 | | Distance | to nearest surface | water | |
| We will be u | sing a closed- | loop system in | lieu of lined pi | | 21. Propos | sed Ca | ising and Cement I | Progra | m | | | | | |
| Type | Hole Size | | ng Size | Casing Weight/ft Setting Depth | | Sacks of Cer | | Cement | | Estimated | TOC | | | |
| Surf | 16 | | 375 | | 48 300 194 | | | | | 0 | | | | |
| 1-44 | 40.05 | 0 | 205 | 26 4050 | | | | | 00/ | 1 | | 0 | | |

Casing/Cement Program: Additional Comments

1950

11879

630

2208

36

| 22. Proposed Blowout Prevention Program | | | | | | |
|---|------------------|---------------|--------------|--|--|--|
| Туре | Working Pressure | Test Pressure | Manufacturer | | | |
| Annular | 5000 | 5000 | Cameron | | | |
| Double Ram | 5000 | 5000 | Cameron | | | |

| knowledge and b | I have complied with 19.15.14.9 (A) N | | | OIL CONSERVATIO | N DIVISION |
|-----------------|--|---------------------|--------------------|-----------------|-----------------------------|
| Printed Name: | Electronically filed by Cindy Cottrell | | Approved By: | Paul Kautz | |
| Title: | Regulatory Coordinator | | Title: | Geologist | |
| Email Address: | ccottrell@jdmii.com | | Approved Date: | 12/15/2016 | Expiration Date: 12/15/2018 |
| Date: | 12/13/2016 | Phone: 972-931-0700 | Conditions of Appr | oval Attached | |

District 1
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District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

WELL LOCATION AND ACREAGE DEDICATION PLAT

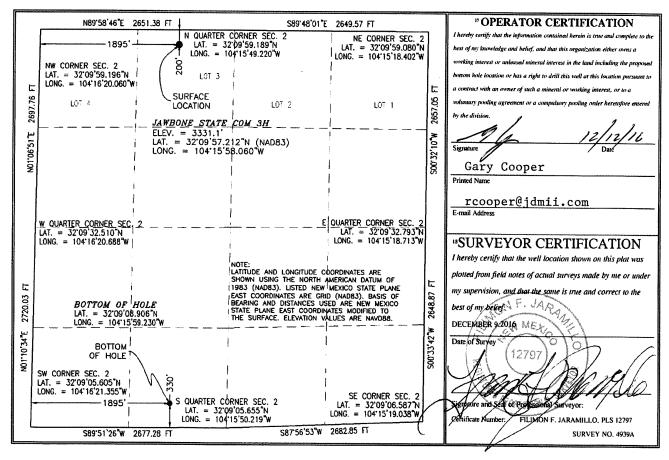
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

Santa Fe, NM 87505

| ١, | er | | 2 P | ool Cod | le | | ³ Pool Na | ıme | | | | |
|----------------------------|-----------------------|----------|---------------|--------------------------|--------------------|-----------------------|-----------------------------|---------------|-------------|-----------------------|-------------|--|
| | | | | 9 | 7494 | | COTTONWOOD DRAW;BONE SPRING | | | | | |
| ⁴ Property Code | | | | | | 5 Property | Name | | | • | Well Number | |
| | | | | | | 3H | | | | | | |
| ⁷ OGRID 1 | No. | | | | | ⁸ Operator | Name | | | | ° Elevation | |
| 15363 | , | | | | MUI | RCHISON OII | L & GAS, INC. | | | 1 | 3331.1 | |
| | | | | | | ¹⁰ Surface | Location | | | | | |
| UL or lot no. | Section | Townst | ip Rang | Lo | t Idn | Feet from the | North/South line | Feet from the | East/W | East/West line County | | |
| 3 | 2 | 25 8 | 26 I | 26 E 200 NORTH 1895 WEST | | | | | | EDDY | | |
| | | | 11] | Botton | Ho! | le Location I | Different Fro | m Surface | | | <u></u> | |
| UL or lot no. | Section | Townsh | ip Rang | Range Lot Idn Feet | | | North/South line | Feet from the | East/Wo | est line | County | |
| N | 2 | 25 S | 26 I | ; | 330 SOUTH 1895 WES | | | | ST | EDDY | | |
| 12 Dedicated Acres | ¹³ Joint o | r Infill | 14 Consolidat | on Code | 15 O1 | rder No. | | I | | | 1 | |
| 160 | | | | | | | | | | | | |

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.



Form APD Comments

Permit 229644

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

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, 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) 476-3470 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

PERMIT COMMENTS

| Operator Name and Address: MURCHISON OIL & GAS INC [15363] | API Number: 30-015-43985 |
|--|-----------------------------|
| Legacy Tower One | Well: |
| Plano, TX 75024 | JAWBONE STATE COM #003H |

Created By Comment Comment Date District I
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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 229844

PERMIT CONDITIONS OF APPROVAL

| Operator Name and Address: | API Number: |
|---------------------------------|-------------------------|
| MURCHISON OIL & GAS INC [15363] | 30-015-43985 |
| Legacy Tower One | Well: |
| Plano, TX 75024 | JAWBONE STATE COM #003H |

| OCD Reviewer | Condition |
|-----------------|--|
| pkautz | Will require a directional survey with the C-104 |
| pkautz | Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string |
| pkautz | If using a pit for drilling and completion operations, must have an approved pit from prior to spudding the well. |
| pkautz | 1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing |
| pkautz | Operator shall notify appropriate District office when setting conductor pipe. |
| pkautz | The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of spudding a well. |
| pkautz | It is the operator's responsibility to monitor cancellation dates of approved APDs. |
| pkautz | If an APD expires and if site construction has occurred, site remediation is required |
| pkautz | Submit Gas Capture Plan form prior to spudding or initiating recompletion operations |