<u>District I</u> 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

Pipe

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Form C-101 August 1, 2011

Permit 243431

Cameron

CH	me and Address SHOLM ENERGY	OPERATING, LLC								2. OGF	RID Number 372137		
	Cherry Street									3. API	Number		
For	t Worth, TX 76102										30-025-44142	2	
4. Property Code 5. Property Name ANTLER 17				R 17 STAT	7 STATE 1BS					6. Well	6. Well No. 002H		
					7. Su	ırfac	ce Location						
UL - Lot	Section	Township	Range		Lot Idn		Feet From	N/S Line	Feet F	rom	E/W Line	County	
M	17	22S		35E	M		150	S		1165	W		Lea
					8. Proposed	Bot	ttom Hole Location	1					
UL - Lot	Section	Township	Range		Lot Idn		Feet From	N/S Line	Feet	From	E/W Line	County	
D	17	22S		35E	D		330	N		660	W		Lea
					9. Pc	ool I	nformation						
ROCK LAKE	BONE SPRING										52766		
					Addition	al W	Vell Information						
11. Work Type		12. Well Type		13. Cab	le/Rotary		14	. Lease Type		15. Ground L	evel Elevation		
New Well OIL						State		3553					
16. Multiple 17. Proposed Depth			18. For	mation		19	. Contractor		20. Spud Dat	e			
N 14450				Bone Spring				2/5/2018					
Depth to Ground water				Distance	Distance from nearest fresh water well					Distance to n	Distance to nearest surface water		

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1950	1565	0
Int1	12.25	9.625	40	6000	2242	0
Prod	8.75	5.5	17	14450	1831	5000

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program						
Туре	Working Pressure	Test Pressure	Manufacturer			
Annular	1500	1500	Cameron			
Double Ram	5000	5000	Cameron			

5000

5000

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒ if applicable. Signature:				OIL CONSERVATI	ON DIVISION	
Printed Name:	Electronically filed by Bettie Watso	on	Approved By:	Paul Kautz		
Title:	Regulatory Consultant	Title:	Geologist			
Email Address:	bwatson@chisholmenergy.com		Approved Date:	10/24/2017	Expiration Date: 10/24/2019	
Date:	10/24/2017 Phone: 972-979-0132			Conditions of Approval Attached		

District. I 1525 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6151 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 Road, Artec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District. IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3465 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

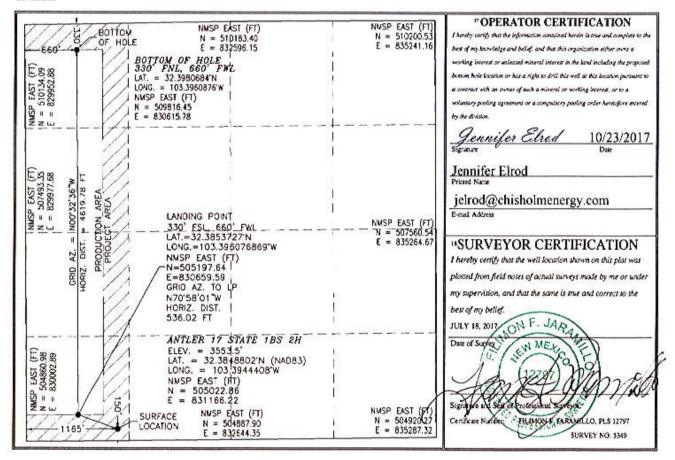
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number Pool Co 52760					9000 CARACTER CO. C.					
* Property Code					Property		*Well Number 2H			
*OGRID No. 372137			(сніѕної	Operator Name SHOLM ENERGY OPERATING, LLC				Elevation 3553.5	
					* Surface !	Location				
UL or lot no.	Section 17	Township 22 S	Range 35 E	Lot Idn	Feet from the 150	North/South line SOUTH	Feet from the 1165	East/West line WEST	County LEA	
			" Bo	ottom Ho	ole Location	If Different Fr	om Surface			
UL or lot no. D	Section 17	Township 22 S	Range 35 E	Lot Idn	Feet from the 330	North/South line NORTH	Feet from the 660	East/West line WEST	County	
2 Dedicated Acre	s ^U Joint	or Infill "	Consolidation	Code			¹⁸ 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.



Form APD Comments

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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 243431

PERMIT COMMENTS

Operator Name and Address:	API Number:
CHISHOLM ENERGY OPERATING, LLC [372137]	30-025-44142
801 Cherry Street	Well:
Fort Worth, TX 76102	ANTLER 17 STATE 1BS #002H

Created By Comment Comment Date

Form APD Conditions

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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 243431

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:		
CHISHOLM ENERGY OPERATING, LLC [372137]	30-025-44142		
801 Cherry Street	Well:		
Fort Worth, TX 76102	ANTLER 17 STATE 1BS #002H		

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	Pit construction and closure must satisfy all requirements of your approved plan.
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	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	Operator shall notify appropriate District office when setting conductor pipe.
pkautz	1)- The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud 2)- Drilling Sundries Form C-103 (Casing and Cement test are to be submitted within 10 days 3)- Completion Reports & Logs are to be submitted within 20 days 4)- Deviation / Directional Drill Survey are to be filed with or prior to C-104
pkautz	If an APD expires and if site construction has occurred, site remediation is required.
pkautz	Lost Circulation - Must notify OCD Hobbs Office if lost circulation is encountered at 575-370-3186
pkautz	Stage Tool - 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.
pkautz	Gas Capture Plan - Operator to Submit Gas Capture Plan ASAP.