<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

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-101 August 1, 2011

Permit 254487

County

Roosevelt

	APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE										
1. Operator Name	1. Operator Name and Address 2								2. OGRID Number		
HLB	ROWN OPERATI	NG, LLC						213179			
P.O. E	3ox 2237						3	3. API Number			
Midla	Midland , TX 79702							30-041-20981			
4. Property Code 5. Pr			Property Name				6	S. Well No.			
3216	321645							002			
	7. Surface Location										
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
D	10	08S	37E	D	660	N	660	W	Roosevelt		

8. Proposed Bottom Hole Location UL - Lot Section Township Range Lot Idn Feet From N/S Line Feet From E/W Line 10 08S 37E 660 W

9. Pool Information

WC-041 G-06 S083710D;GRANITE WASH 98289

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		Private	4045
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	9250	Granite Wash		9/15/2018
Depth to Ground water		Distance from nearest fresh water v	vell	Distance to nearest surface water

We will be using a closed-loop system in lieu of lined pits

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	48	350	350	0
Int1	11	8.625	24	3750	1000	0
Prod	7.875	5.5	15.5	9250	1000	3500

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	3000	3000	
Pipe	3000	3000	
Blind	3000	3000	

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 CONS	SERVATION DIVISION
Printed Name:	ted Name: Electronically filed by Sheryl Curtiss			Paul F Kautz	
Title:			Title:	Geologist	
Email Address:	scurtiss@hlboperating.co	om	Approved Date:	7/13/2018	Expiration Date: 7/13/2020
Date:	7/10/2018	Phone: 432-688-3722	Conditions of Ap	proval Attached	

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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**

Form C-102 August 1, 2011

Permit 254487

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-041-20981	98289	WC-041 G-06 S083710D;GRANITE WASH
4. Property Code	5. Property Name	6. Well No.
321645	PERKINS	002
7. OGRID No.	8. Operator Name	9. Elevation
213179	H L BROWN OPERATING, LLC	4045

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	10	08S	37E	D	660	N	660	W	Roosevelt

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 Acres 40.00			13. Joint or Infill		14. Consolidation C	ode		15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLE	TION 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: Sheryl Curtiss
	Title: Date: 7/10/2018
	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: Gary Jones
	Date of Survey: 6/13/2018
	Certificate Number: 7977

Form APD Comments

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Permit 254487

PERMIT COMMENTS

Operator Name and Address:	API Number:
H L BROWN OPERATING, LLC [213179]	30-041-20981
P.O. Box 2237	Well:
Midland , TX 79702	PERKINS #002

Created By	Comment	Comment Date
scurtiss	Intermediate Casing Weight is 24 and 32 lbs./ft. Production Casing Weight is 15.5 and 17 lbs./ft.	7/6/2018

Form APD Conditions

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Permit 254487

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
H L BROWN OPERATING, LLC [213179]	30-041-20981
P.O. Box 2237	Well:
Midland , TX 79702	PERKINS #002

OCD Reviewer	Condition
pkautz	Will require a deviation survey with the C-104 Add
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	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
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.