4/16/2014

PL

DMAM 14106 46373

ABOVE THIS LINE FOR DIVISION USE ONLY

#### NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKI THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE **Application Acronyms:** [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] IWFX-Waterflood Expansion1 [PMX-Pressure Maintenance Expansion1 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] **TYPE OF APPLICATION** - Check Those Which Apply for [A] -Encruestoperating
143144

<u>Well</u>
- JicAnille B #ZE

M 30-039-22579 [1] Location - Spacing Unit - Simultaneous Dedication ☐ NSL ☐ NSP ☐ SD Check One Only for [B] or [C] Commingling - Storage - Measurement [B] ☐ DHC ☐ CTB ☐ PLC ■ PC ☐ OLS ☐ OLM - Basin DAKUta 71599 - BLANCO MESAVERS [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery ☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR [D] Other: Specify 72319 [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or  $\Box$  Does Not Apply [A] Working, Royalty or Overriding Royalty Interest Owners [B]Offset Operators, Leaseholders or Surface Owner [C]Application is One Which Requires Published Legal Notice [D]Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office For all of the above, Proof of Notification or Publication is Attached, and/or, [E] [F] Waivers are Attached [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE. [4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division. Note: Statement must be completed by an individual with managerial and/or supervisory capacity. David Catanach Agent-Enervest Operating, LLC Print or Type Name Signature Title 4/16/14 PC-1275 drcatanach@netscape.com E-Mail Address

Enervest Operating, LLC 1001 Fannin Street, Suite 800 Houston, Texas 77002-6707

Surface Commingling Application Enervest Operating, LLC Jicarilla B No. 2E API No. 30-039-22579 1640' FSL & 1520' FEL (J) Section 16, T-26N, R-5W

I hereby certify that the working, royalty and overriding royalty interest is common between the Blanko-Mesaverde (72319) and Basin-Dakota (71599) Gas Pools within the above-described

Jicanilla B No. 2E.

J. Peter Tower

Director-San Juan Permian-Land

District 1
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First Street, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

API Number

### 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 July 16, 2010 Submit one copy to appropriate District Office

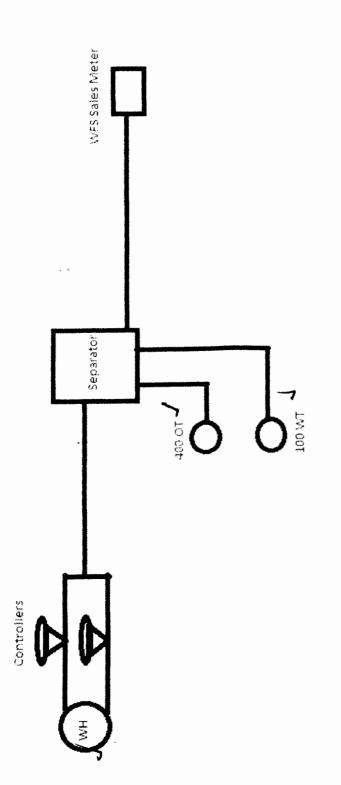
☐ AMENDED REPORT

Pool Name

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

Pool Code

30-039-22579		72319 & 71599			Blanco-Mesaverde & Basin-Dakota Gas Pools					
Property Code		<u></u>	Property Name					verde & Dasin-i	-Dakota Gas Pools  Well Number	
306753					-	rilla B			2E	
OGRID No.						tor Name			Eleva	
143199				Ener	vest O	perating,	LLC		6609'	
Surface Location										
UL or lot no.	Section	Township							County	
J	16	26 North	5 We	est	1640		South	1520	East	Rio Arriba
Bottom Hole Location If Different From Surface										
UL or lot no.	Section	Township	Rang	e Lot Idn	Fee	t from the	North/South lin	e Feet from the	East/West line	County
Dedicated Acres	Joint	or Infill	Consolidate Code Order		Order I	No.			<u> </u>	1
No Allowable w	ill be assign	ned to this cor	mpletion u	until all interes	ts have t	peen consol	idated or a non-s	otandard unit has be	een approved by the CERTIFICA	
								I hereby certify that the infet to the best of my knowledge owns a working interest or the proposed bottombole location pursuant to a contributerest, or to a voluntary proder heretofor entered by Signature  David Catana Printed Name  drcatanach@ E-mail Address	and belief, and that this of unleased mineral interest cation or has a right to drive act with an owner of such cooling agreement or a complete Division.	rganization either in the land including ll this well at this a mineral or working
				Jicarilla B	No. 2E		1520'	I hereby certify the plat was plotted from made by me or unsame is true and control of the plate of Survey  Signature and Sea Originally B. Kerr Jr. 6	OR CERTIFIC at the well location are from field notes of acc der my supervision, correct to the best of all of Professional Sur y surveyed by F on November 2, ficate No. 3950	shown on this tual surveys and that the "my belief.  rveyor:
					1640'			Certificate Number		



Testing Procedure: For testing/allocation purposes, the DK will be shut off via the controller for 24 hrs once a month to test the MV production.

# Enervest Operating, LLC Jicarilla B No. 2E Section 16-26N-5W Surface Commingling Facilities

Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR

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

BUR	5. Lease Serial No.						
SUNDRY N Do not use this t abandoned well.	Jicarilla B 6. If Indian, Allottee or Tribe Name Jicarilla Apache						
SUBMI	7. If Unit of CA/Agreement, Name and/or No.						
1. Type of Well					8. Well Name and No.		
Oil Well Gas W	/ell Other				Jicarille B No. 2E		
Name of Operator     Enervest Operating, LLC					9. API Well No. 30-039-22579		
3a. Address 1001 Fennin Street, Suite 800 Houston, Texas	(include area co	ode)	10. Field and Pool or E Bianco-Mesaverde &	Exploratory Area & Basin-Dakota Gas Pools			
4. Location of Well (Footage, Sec., T., 1640 FSL & 1520 FEL (J) Section 18, Township	R., M., or Survey Description 26 North, Range 5 West, NMPM	r)	11. Country or Parish, State Rio Arriba				
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDI	CATE NATUR	E OF NOTIC	E, REPORT OR OTH	ER DATA	
TYPE OF SUBMISSION			. TY	PE OF ACT	ION		
✓ Notice of Intent	Acidize Alter Casing	Deepe	n re Treat		uction (Start/Resume)	Water Shut-Off Well Integrity	
Subsequent Report	Casing Repair	=	Construction		mplete	Other Surface Commingle	
Final Abandonment Notice	Change Plans Convert to Injection	Plug a	nd Abandon lack		orarily Abandon r Disposal		
Enervest Operating, LLC (*Enervest* In support of this request, Enervest some S/2 of Section 16 is currently de Ownership of the Mesaverde and De Production will be allocated to each a Attached is a surface commingling a attesting that the ownership of the conversion of the BLM is surface is being provided to the BLM in the surface is being provided to the BLM in the surface is being provided to the BLM in the surface is being provided to the BLM in the surface is being provided to the BLM in the surface in the surface is being provided to the BLM in the surface in the	dicated to the well in the akota zones is common the zone on the basis of a mo opplication (Form C-103) fi mmningled zones is comm	Basin-Dakota en troughout; onthly well test.	nd Bianco-Mea	saverde Gas	: Pools;		
14. I hereby certify that the foregoing is true and correct.  Name (PrintedTyped)  Jeanie McMillan  Title SR. REG. ANALYST  Signature Admie McMillan  Date 4-9-14							
	THIS SPACE	FOR FEDER					
Approved by  Title  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.  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							
fictitions or fraudulent statements of repres (Instructions on page 2)			on showingly at	willuly 10	make to any department	or agency or the Office States any raise,	

U.S. Postal Service TM CERTIFIED MAIL

RECEIPT 509 (Domestic Mall Only; No Insurance Coverage Provided) For delivery information visit our website at www.usps.com<sub>®</sub> ┚ 6819 \$1.19 Postage \$3.30 Certified Fee 0000 Postmark Return Receipt Fee (Endorsement Required) \$2,70 Restricted Delivery Fee (Endorsement Required) \$0.00 3050 \$7.19 Se BLM Farmington District Office 7012 6251 College Blvd., Suite A or Farmington, New Mexico 87402 PS Form 3600, August 2006

RECEIVED

Form 3160-5 (March 2012) UNITED STATES

JAN 13 2014

FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

PARTMENT OF THE INTERIOR	
PEALLOF LAND MANAGEMENT	5. Lease

MANAGEMEN amington Field Office Serial No.

Bureau of Lend Manas Jic

Jicarilla Contract 109

. If Indian, Allottee, or Tribe Name

SUNDRY	NOTICES	AND I		ON WEL	
	16.1- A A		-1-4		

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Jicarilla Apache Tribe

SUBMIT IN	7, If Unit or CA/Ag	reement Name and/or No.				
I. Type of Well Oil Well	8. Well Name and No.  Jicarilla B # 2E					
2. Name of Operator				9. API Well No.		
EnerVest Operating, L.L.C.	•			30-039-22579		
3a. Address 1001 Fannin St. Suite 800, Hous	10. Field and Pool, or Exploratory Area  Basin Dakota / Otero Chacra / Blanco MV					
4. Location of Well (Footage, Sec., T., I	11. County or Parish, State					
1640' FSL & 1520' FEL (UL J),	Rio Arriba, NM					
12. CHECK THE APPROP	RIATE BOX(ES) TO INDIC	CATE NATURE OF NOTI	CE, REPORT, OR	OTHER DATA		
TYPE OF SUBMISSION		7	TYPE OF ACTION			
X Notice of Intent	Acidize	Decpen	Production (	Start/ Resume)	Water Shut-Off	
•	Alter Casing	Fracture Treat	Reclamation		Well Integrity	
Subsequent Report	Casing Repair	New Construction	X Recomplete		X Other P&A Chacra zones,	
	Change Plans	Plug and Abandon	Temporarily	Abandon	perf and stimulate MV,	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dispo	sal	comingle with Dak	

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 or pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with the 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 Abandonnent Notice must be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.)

EnerVest Operating, LLC intends to: 1. Isolate the existing Dakota perforations with CBP, 2. Cement plug the Chacra intervals (4044'-4054' and 4120'-4128') with +/- 100 sx cement, 3. Perform MIT test on the casing, 4. Run CBL logs,

- 5. Perforate MV intervals (5243' 5452'), 6. Fracture stimulate the Mesa Verde intervals via 3 1/2" N-80 frac string,
- 7. Evaluate MV intervals, 8. Remove frac string, CBP and return well to production as a MV / Dak dual producer.

Well may be comingled DH (with R-11363) or surface comingle pending appropriate NMOCD approval (documentation would be provided).

RCVD JAN 15'14 OIL CONS. DIV. DIST. 3

14. I hereby certify that the foregoing is true and correct. Name (Printed Typed)	,				
Loren Diede	Title	Contract Engineer			
Signature	Date	January 10, 2014			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by Original Signed: Stephen Mason	Title	JAN 1 4 ZUI®			
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				
Tide 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 any department or agency of the United States any falso, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.					

(Instructions on page 2)