Form 3160-5 (June 2015)

BI SUNDRY	UNITED STATES PARTMENT OF THE II UREAU OF LAND MANA NOTICES AND REPO IS form for proposals to II. Use form 3160-3 (API	NTERIOR GEMENT	had Fie	eld Of tesia	OMB NO	APPROVED D. 1004-0137 nuary 31, 2018 r Tribe Name
SUBMIT IN	TRIPLICATE - Other inst	ructions on p	page 2		7. If Unit or CA/Agree	ement, Name and/or No.
Type of Well ☐ Gas Well ☐ Oth	ner				8. Well Name and No. HUBER FEDERA	L 11H
Name of Operator PERCUSSION PETRO OPER	Contact:	LELAN ANDE	RS um.∞m		9. API Well No. 30-015-44709-0	0-X1
3a. Address 919 MILAM STREET SUITE 2 HOUSTON, TX 77002		10. Field and Pool or Exploratory Area N SEVEN RIVERS-GLOR-YESO				
4. Location of Well (Footage, Sec., T Sec 34 T19S R25E SWSE 48 32.611084 N Lat, 104.471130	6FSL 2188FEL)			11. County or Parish, EDDY COUNTY	
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	ΓΕ NATURE OI	F NOTICE, I	REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION			TYPE OF	ACTION		
Subsequent Report Final Abandonment Notice 13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involvet testing has been completed. Final Aldetermined that the site is ready for f Changing the production casin plan.	ally or recomplete horizontally, rk will be performed or provide d operations. If the operation re bandonment Notices must be fi- inal inspection.	New Plug Plug Int details, includ give subsurface the Bond No. or sults in a multipl led only after all	raulic Fracturing Construction and Abandon Back ing estimated starting locations and measure file with BLM/BIA e completion or recorrequirements, includ	Reclama Recompl Recompl Tempora Water D g date of any pr red and true ver Required sub impletion in a n ing reclamation	lete arily Abandon isposal oposed work and approtical depths of all pertir sequent reports must be ew interval, a Form 316 the position of the pertire of	lent markers and zones. filed within 30 days 0.4 must be filed once and the operator has
14. I hereby certify that the foregoing is Cor Name (Printed/Typed) BRIAN W	Electronic Submission a For PERCUSSION mmitted to AFMSS for proc	PETRO OPERA	ATING LLC. sent	to the Carlsb n 07/10/2018	ad	
The state of the s						
Signature (Electronic	Submission) THIS SPACE FO	OR FEDERA	Date 07/06/2		SE	
	hon Shepard		T			4 0 2010
/s/ Jonat	. – – – – – – Moli Silebara	_	TiPetrol	eum E	ngineer ^J	UL 18 2018
Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to cond	uitable title to those rights in th			ld Office		
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it	a crime for any post to any matter w	erson knowingly and ithin its jurisdiction.	willfully to ma	ike to any department o	r agency of the United

(Instructions on page 2)
** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Ruf 8-8-18

Percussion Petroleum Operating, LLC Huber Federal 11H SHL 486' FSL & 2188' FEL 34-19S-25E BHL 20' FSL & 2319' FEL 3-20S-25E Eddy County, NM

Drilling Program

1. ESTIMATED TOPS (no change)

Formation/Lithology	TVD	MD	Contents	
Quaternary caliche	000′	000′	water	
Grayburg dolomite	634'	635'	hydrocarbons	
San Andres dolomite	819′	820′	hydrocarbons	
(KOP	2344'	2350′	hydrocarbons)	
Glorieta silty dolomite	2379'	2386′	hydrocarbons	
Yeso dolomite	2534'	2547'	hydrocarbons & goal	
TD	2866'	8344′	hydrocarbons	

2. NOTABLE ZONES (no change)

Yeso is the goal. Closest water well (RA 02958) is \geq 1476' northeast. Depth to water was not recorded in this 450' deep well.

3. PRESSURE CONTROL (no change)

A 3000-psi 5000' rated BOP stack consisting of annular preventer and double (blind and pipe) ram will be used below surface casing to TD. See attached BOP and choke manifold diagrams.

Pressure tests will be conducted before drilling out from under all casing strings. Third party test crews will conduct all tests. All tests will be recorded for 10-minutes on low pressure (500 psi) and 10-minutes on high pressure (3000-psi). After BOP testing is complete, test casing (without test plug) to 2000-psi for 30 minutes. All tests will be charted on a plot. BOPs will be function tested every day.



Percussion Petroleum Operating, LLC Huber Federal 11H SHL 486' FSL & 2188' FEL 34-19S-25E BHL 20' FSL & 2319' FEL 3-20S-25E Eddy County, NM

4. <u>CASING & CEMENT</u> (change to tapered string & reduce cement volume)

All casing will be API and new.

Hole O. D.	Set MD	Set TVD	Casing O. D.	Weight (lb/ft)	Grade	Joint	Collapse	Burst	Tension
12.25"	0' - 1269'	0' - 1266'	Surface 9.625"	36	J-55	STC	1.125	1.125	1.8
8.75"	0′ - 2600′	0' - 2581'	1 st Prod 7"	32	L-80	втс	1.125	1.125	1.8
8.75"	2600' - 8344'	2581' - 2866'	2 nd Product. 5.5"	17	L-80	втс	1.125	1.125	1.8

Casing Name	Type	Sacks	Yield	Cu. Ft.	Weight	Blend	
Surface	Lead	632	1.32	834	14.8	Class C + 2% CaCl + ¼ pound per sack celloflake	
TOC = GL		1	00% Exce	SS	centralizers per Onshore Order 2		
Production	Lead	435	1.97	857	12.6	65/65/6 Class C + 6% gel + 5% salt + ¼ lb/sk celloflake + 0.2% C41-P	
	Tail	1475	1.32	1947	14.8	Class C + 2% CaCl + ¼ pound per sack celloflake	
TOC = GL	TOC = GL >50% Excess			1 centralizer on 1 st collar and every 10 th collar to 1200′ + 1 inside the surface casing			

5. MUD PROGRAM (no change)

An electronic/mechanical mud monitor with a minimum pit volume totalizer, stroke counter, and flow sensor will be used. All necessary mud products (LCM) will be on site to handle any abnormal hole condition that may be encountered while drilling this well. A closed loop system will be used.



Percussion Petroleum Operating, LLC Huber Federal 11H SHL 486' FSL & 2188' FEL 34-19S-25E BHL 20' FSL & 2319' FEL 3-20S-25E Eddy County, NM

Туре	Interval (MD)	lb/gal	Viscosity	Fluid Loss	Plastic Viscosity	Yield Point
fresh water/gel	0' - 1269'	8.4 - 9.2	36-42	NC	3-5	5-7
fresh water/cut brine	1269' - 2350'	8.3 - 9.2	28-30	NC	1	1
cut brine	2350' - 8344'	8.6 - 9.2	29-32	NC	4-5	6-10

6. CORES, TESTS, & LOGS (no change)

No core or drill stem test is planned.

A mud logger will be used from GL to TD. Samples will be collected every 10' in the lateral pay zone.

No electric logs are planned at this time.

7. <u>DOWN HOLE CONDITIONS</u> (no change)

No abnormal pressure or temperature is expected. Maximum expected bottom hole pressure is ≈ 1235 psi. Expected bottom hole temperature is ≈ 113 ° F.

A Hydrogen Sulfide Drilling Operation Plan is attached.

8. OTHER INFORMATION (no change)

Anticipated spud date is upon approval. It is expected it will take ≈ 1 month to drill and complete the well.

St. Devote LLC has operating rights in NMNM-125603. St. Devote LLC is a subsidiary of Percussion.

