State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Gabriel Wade, Acting Director Oil Conservation Division



Todd E. Leahy, JD, PhD Deputy Secretary

New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator Signature Date: 2/22/2019

Well information:

HILCORP ENERGY COMPANY 30-039-07720 San Juan 30-6 Unit #99

| Application 7 | • • | ☐ Drillir | ıg/Casing | Change | e 🗌 Lo | cation C | Change |
|---------------|--------|--|---------------|-------------|--------|----------|--------------------------|
| Undergr | ound i | nplete/DH injection con itiating recor | trol Guidance | e #84; Subr | | | w EPA n form prior to |
| Ot | her: | - | | ŕ | | | |

Conditions of Approval:

- Notify the OCD 24hrs prior to beginning operations.
- Hold the C-104 for the DHC.
- The initial CIBP must be placed no higher than 50' above the existing perforations.
- A Mechanical integrity test (MIT) must be performed from the initial CIBP to verify the integrity of the well. The pressure test must meet the requirements of 19.15.25.14 NMAC.
 - o 24hr notice is required to be provided to the agencies prior to performing the MIT.
 - The MIT can be performed after the casing cut and removal otherwise a second MIT will be required.
- After the MIT is performed a second temporary isolating device may be set up near the requested recomplete interval without additional OCD approval to protect the casing from the completion pressures.
- Submit the cement bond log (CBL) to the agencies for review and approval prior to perforating the formation.
- If needed, submit a proposed remediation plan to the agencies for review and approval prior to starting remediation.

NMOCD Approved by Signature

4/3/19

Form 3160-5 (August 2007)

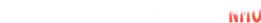
UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0137

| | BUREAU OF LAND MAN | NAGEMENT | | | Expires: Jul | 31,2010 | 55 | |
|---|--|--|------------------------|-----------------------|------------------------------|------------------|---------|--|
| | | | | 5. Lease Serial No. | NIME | E070303/2 | 3 | |
| SU | NDRY NOTICES AND REPO | ORTS ON WE | LLS | 6. If Indian, Allotte | NMSF079383 | | | |
| | se this form for proposals t | | | o. II maran, I more | 0 01 11100 1141 | No. | Oc | |
| | d well. Use Form 3160-3 (A | | | | | *7 | O TCO | |
| | UBMIT IN TRIPLICATE - Other inst | ructions on page | 2. | 7. If Unit of CA/Ag | greement, Nam | ne and/or No. | "SON | |
| 1. Type of Well | | | | | | | | |
| Oil Well | X Gas Well Other | | | 8. Well Name and | | 30-6 Unit 99 | | |
| 2. Name of Operator | | | | 9. API Well No. | oun ouun | i do o dinicoo | | |
| 0. 411 | | | 9-07720 | | | | | |
| 3a. Address 382 Road 3100, Aztec, | | 3b. Phone No. (inc. 505-5 | 199-3400 | 10. Field and Pool | | d Cliffs /Blance | o MV | |
| 4. Location of Well (Footage, Sec., T., | | | | | 11. Country or Parish, State | | | |
| | SWSW) 990' FSL & 990' FW | L, Sec. 34, T | ., Sec. 34, T30N, R07W | | Rio Arriba , New Mexico | | | |
| | | | | | | | | |
| | THE APPROPRIATE BOX(ES) | TO INDICATE | NATURE OF | NOTICE, REPORT | OR OTHER | RDATA | | |
| TYPE OF SUBMISSION | | | TYPE OF | ACTION | | | | |
| X Notice of Intent | Acidize | Deepen | | Production (Start/Res | ume) | Water Shut-Off | | |
| | Alter Casing | Fracture Treat | . [| Reclamation | | Well Integrity | | |
| Subsequent Report | Casing Repair | New Construc | ction | X Recomplete | | Other | | |
| | Change Plans | Plug and Aba | ndon | Temporarily Abandon | 1 | | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | | Water Disposal | | | | |
| the existing Mesaverde | nny plans to recomplete the e. Attached is the PC C102, roved prior to commingling e disturbing activities. | recomplete | procedure & | & wellbore schem | atic. The | DHC applicati | on will | |
| | HOLD C104 FOR | He | | es . | K. | 1003 | | |
| | | | | | Para? | 5 200 | | |
| | | | | 1 | DISTAL | OT HI | ov. | |
| 14. I hereby certify that the foregoing | is true and correct. Name (Printed/Type | ed) | | | | | | |
| Etta Trujillo | Title | Title Operations/Regulatory Technician - Sr. | | | | | | |
| Signature Th | TISTO | Date | | 2/22/2019 | | | | |
| | THIS SPACE FO | R FEDERAL (| OR STATE | OFFICE USE | | | | |
| Approved by | Manles was | | Title | AFM | | Date 3// | 3/19 | |
| | ched. Approval of this notice does not ble title to those rights in the subject lea | | Office | | | - | | |

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 the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



District I

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-102 August 1, 2011

Permit 263586

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number | 2. Pool Code | 3. Pool Name |
|------------------|------------------------|------------------------------|
| 30-039-07720 | 96199 | LA JARA-PICTURED CLIFFS POOL |
| 4. Property Code | 5. Property Name | 6. Well No. |
| 318716 | SAN JUAN 30 6 UNIT | 099 |
| 7. OGRID No. | 8. Operator Name | 9. Elevation |
| 372171 | HILCORP ENERGY COMPANY | 6230 |

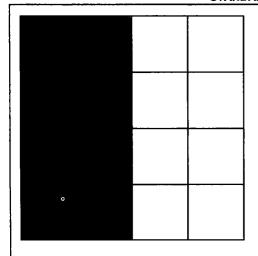
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|------------|
| M | 34 | 30N | 07W | | 990 | s | 990 | W | RIO ARRIBA |

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 320.00 W/2 | | | | 14. Consolidatio | n Code | | 15. 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



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: Etta Trujillo

Title: Operations/Regulatory Tech Sr.

Date: 02/13/2019

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, end that the same is true and correct to the best of my belief.

Surveyed By:

C.O. Walker

Date of Survey:

3/14/1955

Certificate Number:

1007



HILCORP ENERGY COMPANY SAN JUAN 30-6 UNIT 99 PICTURED CLIFFS RECOMPLETION SUNDRY

JOB PROCEDURES

- 1. MIRU service rig and associated equipment; test BOP.
- 2. TOOH with 2-3/8" tubing set at 5,657'.
- 3. Set a 4-1/2" plug at +/- 3,800' to isolate the Mesaverde. Note: Production TOC at 3,460' by CBL.
- 4. RU Wireline. RIH w/ free point tool to identify where 4.5" production casing is free.
- 5. Pending free point depth, chemically cut the 4.5" production casing (call the top of cut casing new liner top).
- 6. RU Wireline. Run CBL. Record Top of Cement.
- 7. IF NECESSARY (Based on the results of the CBL top of cement) Perform cement squeeze work.
- 8. Load the hole and pressure test the casing.
- 9. N/D BOP, N/U frac stack and pressure test frac stack.
- 10. Perforate and frac the Pictured Cliffs formation (Top Perforation @ 3,102'; Bottom Perforation @ 3,184').
- 11. Isolate frac stage with a plug.
- 12. Nipple down frac stack, nipple up BOP and test.
- 13. TIH with a mill and drill out top Pictured Cliffs isolation plug.
- 14. Clean out to Mesaverde isolation plug.
- 15. Drill out Mesaverde isolation plug and cleanout to PBTD of 5,803'. TOOH.
- 16. TIH and land production tubing. Get a commingled Mesaverde/Pictured Cliffs flow rate.



HILCORP ENERGY COMPANY SAN JUAN 30-6 UNIT 99 PICTURED CLIFFS RECOMPLETION SUNDRY

