<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

LEGG;BONE SPRING

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

# **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 253205

37870

## APPLICATION FOR PERMIT TO DRILL. RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| 1. Operato | r Name                                | and Address |          |                 |                |            |       |                     |               |           | 2. OGRII  | O Number |        |     |
|------------|---------------------------------------|-------------|----------|-----------------|----------------|------------|-------|---------------------|---------------|-----------|-----------|----------|--------|-----|
|            | ADVANCE ENERGY PARTNERS HAT MESA, LLC |             |          |                 |                |            |       |                     | 372417        |           |           |          |        |     |
|            | 11490 Westheimer Rd., Ste 950         |             |          |                 |                |            |       | Ī                   | 3. API Number |           |           |          |        |     |
|            | Houston, TX 77077                     |             |          |                 |                |            |       | 30-025-45026        |               |           |           |          |        |     |
| 4. Propert | y Code                                | •           |          | 5. Property Nar | ne             |            |       | •                   |               |           | 6. Well N | lo.      |        | •   |
|            | 31959                                 | 96          |          | AO              | AO 6 STATE COM |            |       |                     |               |           | 501H      |          |        |     |
|            |                                       |             |          |                 |                | 7. 8       | Surfa | ace Location        |               |           |           |          |        |     |
| UL - Lot   |                                       | Section     | Township | Range           |                | Lot Idn    |       | Feet From           | N/S Line      | Feet From |           | E/W Line | County |     |
|            | Р                                     | 6           | 22       | S               | 33E            | Р          |       | 795                 | S             | 10        | 00        | E        |        | Lea |
|            |                                       |             |          |                 |                | 8. Propose | d Bo  | ottom Hole Location | 1             |           |           |          |        |     |
| UL - Lot   |                                       | Section     | Township | Range           |                | Lot Idn    |       | Feet From           | N/S Line      | Feet From |           | E/W Line | County |     |
|            | M                                     | 6           | 223      | 2               | 33E            | 7          |       | 1230                | S             | 1         | 00        | W        |        | Lea |

#### 9. Pool Information

| Additional Well Information |                    |  |                |                                   |  |
|-----------------------------|--------------------|--|----------------|-----------------------------------|--|
| 11. Work Type               | 12. Well Type      | 13. Cable/Rotary                       | 14. Lease Type | 15. Ground Level Elevation        |  |
| New Well                    | OIL                |  | State          | 3630                              |  |
| 16. Multiple                | 17. Proposed Depth | 18. Formation                          | 19. Contractor | 20. Spud Date                     |  |
| N                           | 16517              | Bone Spring                            |                | 8/1/2018                          |  |
| Depth to Ground water       | _                  | Distance from nearest fresh water well |                | Distance to nearest surface water |  |

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

21. Proposed Casing and Cement Program

|   | Туре | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|---|------|-----------|-------------|------------------|---------------|-----------------|---------------|
|   | Surf | 17.5      | 13.375      | 54.5             | 1105          | 740             | 0             |
| ſ | Int1 | 12.25     | 9.625       | 40               | 4000          | 500             | 0             |
| ſ | Int1 | 12.25     | 9.625       | 40               | 4775          | 180             | 4000          |
| ſ | Prod | 8.5       | 5.5         | 20               | 16517         | 2150            | 0             |

### Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

| Туре       | Working Pressure | Test Pressure | Manufacturer |
|------------|------------------|---------------|--------------|
| Double Ram | 10000            | 10000         |              |

| knowledge and b | elief.                             | true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC |                | OIL CONSERVATI | ON DIVISION                |
|-----------------|------------------------------------|---|----------------|----------------|----------------------------|
| Printed Name:   | Electronically filed by David C Ha | rwell   | Approved By:   | Paul F Kautz   |                            |
| Title:          | VP Engineering                     |   | Title:         | Geologist      |                            |
| Email Address:  | dharwell@advanceenergypartne       | rs.com  | Approved Date: | 7/30/2018      | Expiration Date: 7/30/2020 |
| Date:           | : 7/25/2018 Phone: 832-672-4604    |   |                | roval Attached |                            |

DISTRICT I
1625 N. French Dr., Hobbs, NM 58240
Phone (878) 398-9161 Fax: (878) 398-9780
DISTRICT II
511 S. First St., Artegia, NM 58210
Phone (878) 748-1283 Fax: (578) 748-9780
DISTRICT III
1000 Rio Brazos Rd., Artec, NM 87410
Phone (506) 324-6179 Fam (506) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87606 Fhone (505) 478-3460 Fax: (505) 478-3468

# State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised August 4, 2011

Submit one copy to appropriate District Office

#### OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

## WELL LOCATION AND ACREAGE DEDICATION PLAT

□ AMENDED REPORT

| API Number   |         |             | 1                                | Pool Code |                 |                  | Pool Name     |                |        |
|--|---------|-------------|----------------------------------|-----------|-----------------|------------------|---------------|----------------|--------|
| Property (   | Code    |             |                                  |           | Property Nam    | ıe               |               | Well Number    |        |
|  |         |             |                                  |           | AO 6            |                  |               | 50             | 1H     |
| OGRID N  | D.      |             |                                  |           | Operator Nam    | ıe               |               | Eleva          | don    |
|  |         |             | ADVANCE ENERGY PARTNERS HAT MESA |           |                 |                  | 3630'         |                |        |
| Surface Location   |         |             |                                  |           |                 |                  |               |                |        |
| UL or lot No.  | Section | Township    | Range                            | Lot Idn   | Feet from the   | SOUTH/South line | Feet from the | East/West line | County |
| Р  | 6       | 22 S        | 33 E                             |           | 795             | SOUTH            | 100           | EAST           | LEA    |
|  |         |             | Bottom                           | Hole Loc  | eation If Diffe | rent From Sur    | face          |                |        |
| UL or lot No.  | Section | Township    | Range                            | Lot Idn   | Feet from the   | SOUTH/South line | Feet from the | East/West line | County |
| LOT 7  | 6       | 22 S   33 E |                                  |           | 1230            | SOUTH            | 100           | WEST           | LEA    |
| Dedicated Acres   Joint or Infill   Consolidation Code   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

| _ |  | OR A NON-STAN                          | IDARD UNIT HAS BE  | EN APPROVED BY TH   | IE DIVISION  |
|---|--|--|--|---|--|
|   | N: 520225.5<br>E: 761483.1<br>(NAD 83)   | N: 520241.3<br>E: 764007.3<br>(NAD 83) | LOT 2  | N: 520252.9<br>E: 78644.1<br>(NAD 83)   | OPERATOR CERTIFICATION  I hereby certify that the information contoined herein is true and complete to the best of my knowledge and belief, and that this organisation either owns a working interest or unifiched mineral interest in the land including the proposed bottom hole location 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. |
|   |  | <br> <br> <br> <br> <br>               |  |   | Signature Date  Printed Name  Email Address  |
|   | LOT 6  PROPOSED BOTTOM HOLE LOCATION/ LAST TAKE POINT 1230 FSL & 100 FWL Lat - N 32.417013* Long - W 103.619499* NMSPCE- E 761612.6 (NAD-83) |  | FIRST TAKE POINT 1230 FSL & 100 FEL Lat - N 32.416995° Long - W 103.603427° NMSPCE- N 516203.0 E 766572.3 (NAD-83) | SURFACE LOCATION  Lat - N 32.415798* Long - W 103.603428*  NMSPCE- N 515767.8  E 766575.0  (NAD-83) | 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 supervison and that the same is true and correct to the best of my beliaf.  Date Surveyor MEX.  |
| > | 0. 100'  | N: 514958.3                            |  | 100'5.L.  | Certification Surveyor    Certification   Cory   1500   7977   |
|   | E: 761521.5<br>(NAD 83)  | E: 764039,9<br>(NAD 83)                |  | (NAD 83)  | WO Num.: 33698   |

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 253205

#### PERMIT COMMENTS

| Operator Name and Address:                     | API Number:          |
|--|----------------------|
| ADVANCE ENERGY PARTNERS HAT MESA, LLC [372417] | 30-025-45026         |
| 11490 Westheimer Rd., Ste 950                  | Well:                |
| Houston, TX 77077                              | AO 6 STATE COM #501H |

| 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 253205

#### PERMIT CONDITIONS OF APPROVAL

| Operator Name and Address:                     | API Number:          |  |  |
|--|----------------------|--|--|
| ADVANCE ENERGY PARTNERS HAT MESA, LLC [372417] | 30-025-45026         |  |  |
| 11490 Westheimer Rd., Ste 950                  | Well:                |  |  |
| Houston, TX 77077                              | AO 6 STATE COM #501H |  |  |

| OCD      | Condition   |
|----------|---|
| Reviewer |   |
| pkautz   | Will require a directional survey with the C-104  |
| pkautz   | Will require a administrative order for non-standard location prior to placing the well on production.  |
| 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   | 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 45 days 4)- Deviation / Directional Drill Survey are to be filed with or prior to C-104                   |
| 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. |