<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 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

PENASCO DRAW;SA-YESO (ASSOC)

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 264780

50270

| 1. Operate | | ne and Address CUSSION PETF | ROLEUM OPER | ATING. LLC | | | | : | 2. OGRID Number 371755 | | |
|------------|-----------------|--------------------------------|-------------|--------------------------|-------------|---------------------|----------|-----------|---------------------------|--------|------|
| | 919 | Milam St. ston, TX 77002 | .0220 0. 2 | | | | | - | 3. API Number 30-015-4 | 5796 | |
| 4. Propert | ty Code 3221 | | | 5. Property Name ROSE | | | | | 6. Well No. 004H | | |
| | | | | | 7. Su | rface Location | | | | | |
| UL - Lot | | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County | / |
| | Е | 7 | 198 | S 26E | 1 | 1388 | N | 986 | S W | 1 | Eddy |
| | | | | | 8. Proposed | Bottom Hole Locatio | on | | | | |
| UL - Lot | | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | Count | / |
| | D | 12 | l 1 | 9S 25E | D | 1311 | N | 2 | 0 V | / | Eddy |

| | Additional Well Information | | | | | | | |
|-----------------------|-----------------------------|-----------------------------------|----------------|-----------------------------------|--|--|--|--|
| 11. Work Type | 12. Well Type | 13. Cable/Rotary | 14. Lease Type | 15. Ground Level Elevation | | | | |
| New Well | OIL | | Private | 3379 | | | | |
| 16. Multiple | 17. Proposed Depth | 18. Formation | 19. Contractor | 20. Spud Date | | | | |
| N | 9530 | Yeso | | 4/1/2019 | | | | |
| Depth to Ground water | | Distance from nearest fresh water | r 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

| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 12.25 | 9.625 | 36 | 1250 | 500 | 0 |
| Prod | 8.75 | 7 | 32 | 3805 | 2500 | 0 |
| Prod | 8.75 | 5.5 | 20 | 9530 | 2500 | 0 |

Casing/Cement Program: Additional Comments

| | 22. Proposed Blowout Prevention Program | | | | | | | |
|------------|---|---------------|--------------|--|--|--|--|--|
| Туре | Working Pressure | Test Pressure | Manufacturer | | | | | |
| Annular | 5000 | 1500 | Shaffer | | | | | |
| Double Ram | 5000 | 2000 | Shaffer | | | | | |

| knowledge and be I further certify I I X, if applicable. | 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 | | | OIL CONSERVATION | ON DIVISION |
|--|--|---------------------|--------------------|------------------|----------------------------|
| Printed Name: Electronically filed by Lupe Carrillo | | | Approved By: | Raymond Podany | |
| Title: | Chief Operating Officer | | Title: | Geologist | |
| Email Address: | Lupe@percussionpetroleum.co | m | Approved Date: | 3/19/2019 | Expiration Date: 3/19/2021 |
| Date: | 3/18/2019 | Phone: 713-589-9509 | Conditions of Appr | oval Attached | |

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District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

Phone:(505) 334-6178 Fax:(505) 334-6170

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 264780

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number | 2. Pool Code | 3. Pool Name |
|------------------|-------------------------------------|------------------------------|
| 30-015-45796 | 50270 | PENASCO DRAW;SA-YESO (ASSOC) |
| 4. Property Code | 5. Property Name | 6. Well No. |
| 322145 | ROSE | 004H |
| 7. OGRID No. | 8. Operator Name | 9. Elevation |
| 371755 | PERCUSSION PETROLEUM OPERATING, LLC | 3379 |

10. Surface Location

| ſ | UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|---|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| | E | 7 | 19S | 26E | 1 | 1388 | N | 986 | W | Eddy |

11. Bottom Hole Location If Different From Surface

| | | | | = • | | | | | | |
|-----|---------------------|---------|---------------------|-------|------------------------|-----------|----------|---------------|----------|--------|
| ſ | UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
| | D | 12 | 198 | 25E | | 1311 | N | 20 | W | Eddy |
| ſ | 12. Dedicated Acres | | 13. Joint or Infill | | 14. Consolidation Code |) | | 15. Order No. | | |
| - 1 | 160.00 |) | | | | | | | | |

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

| 0 | | |
|---|--|--|
| | | |

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.

Lupe Carrillo E-Signed By:

Chief Operating Officer Title:

3/18/2019 Date

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.

Gary Jones Surveyed By: 2/15/2019 Date of Survey: 7977 Certificate Number:

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 264780

PERMIT COMMENTS

| Operator Name and Address: | API Number: |
|--|--------------|
| PERCUSSION PETROLEUM OPERATING, LLC [371755] | 30-015-45796 |
| 919 Milam St. | Well: |
| Houston, TX 77002 | ROSE #004H |
| | |

Created By Comment Comment Date

Form APD Conditions

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Permit 264780

PERMIT CONDITIONS OF APPROVAL

| Operator Name and Address: | API Number: |
|--|--------------|
| PERCUSSION PETROLEUM OPERATING, LLC [371755] | 30-015-45796 |
| 919 Milam St. | Well: |
| Houston, TX 77002 | ROSE #004H |

| OCD Reviewer | Condition |
|--------------|---|
| rpodany | Will require a directional survey with the C-104 |
| rpodany | Cement is required to circulate on both surface and intermediate1 strings of casing |