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| Well Name: NORTH ALAMITO UNIT | Well Location: T22N / R8W / SEC 1 / NESE / 36.167067 / -107.626298 | County or Parish/State: SAN JUAN / NM |
| Well Number: 406H | Type of Well: OIL WELL | Allottee or Tribe Name: |
| Lease Number: NMNM117143 | Unit or CA Name: /1/NORTH ALAMITO UNIT | Unit or CA Number: NMNM135229A |
| US Well Number: 3004538213 | Well Status: Drilling Well | Operator: DJR OPERATING LLC |

Subsequent Report

Sundry ID: 2641477

Type of Submission: Subsequent Report

Date Sundry Submitted: 10/25/2021

Date Operation Actually Began: 10/19/2021

Type of Action: Drilling Operations

Time Sundry Submitted: 01:54

Actual Procedure: Liner Casing & Cement / Depths have been adjusted for 25' KB of production rig. 10/19/21: PT 7 inch 26# J55 LTC casing 1500 psi for 30 min. Test good & recorded on chart (3rd party Well Check). No regulatory agencies onsite to witness. 10/20/21: Drill 6.125 inch hole from 5347 ftKB to 10000 ftKB. 10/21/21: Drill 6.125 inch hole from 10000 ftKB to 12697 ftKB TD (TVD 4951). TOH. 10/22/21: RU casing crew. Run 180 jts of 4.5 inch 11.6# P110 BTC Production Liner set from TOL: 5143' BOL: 12692'. Float collar at 12678'. AlphaSleeve at 12651'. Marker jts at 5175', 5520', 6670', 9740', 12480'. 10/23/21: RU cement crew. 5000 psi test on lines. Test good. Class G cement with 40% excess: 178 bbls (658 sx) 13.3 ppg, 1.56 yield, 7.70 gps. Bump plug at 1500 psi, pressure up to 2500 psi & hold for 5 min. 35 bbls good cement to surface. TOC: 5143' BOC: 12692'. RD cementers. Install pack off. PT to 5000 psi. Test good. ND BOP. Install night cap. Rig AD 1000 released on 10/24/21

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Operator Certification

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

| | |
|---|---|
| Operator Electronic Signature: SHAW-MARIE FORD | Signed on: OCT 25, 2021 01:54 PM |
| Name: DJR OPERATING LLC | |
| Title: Regulatory Specialist | |
| Street Address: 1 Road 3263 | |
| City: Aztec | State: NM |
| Phone: (505) 632-3476 | |
| Email address: sford@djrlc.com | |

Field Representative

| | | |
|-----------------------------|---------------|-------------|
| Representative Name: | | |
| Street Address: | | |
| City: | State: | Zip: |
| Phone: | | |
| Email address: | | |

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

COMMENTS

Action 57836

COMMENTS

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| Operator: DJR OPERATING, LLC 1 Road 3263 Aztec, NM 87410 | OGRID: 371838 |
| | Action Number: 57836 |
| | Action Type: [C-103] Sub. Drilling (C-103N) |

COMMENTS

| Created By | Comment | Comment Date |
|------------|---|--------------|
| jagarcia | Approved, John Garcia, Petroleum Engineer | 11/19/2021 |

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CONDITIONS

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| Created By | Condition | Condition Date |
| jagarcia | None | 11/19/2021 |