

| | | |
|----------------------------|--|---|
| Well Name: PICWAY | Well Location: T30N / R13W / SEC 32 / NWNW / 36.775354 / -108.234113 | County or Parish/State: SAN JUAN / NM |
| Well Number: 1 | Type of Well: CONVENTIONAL GAS WELL | Allottee or Tribe Name: |
| Lease Number: STATE | Unit or CA Name: FRCL - N2 | Unit or CA Number: NMNM112588, NMNM121635 |
| US Well Number: 3004532127 | Well Status: Producing Gas Well | Operator: HILCORP ENERGY COMPANY |

Notice of Intent

Sundry ID: 2649083

| | |
|--|------------------------------|
| Type of Submission: Notice of Intent | Type of Action: Plug Back |
| Date Sundry Submitted: 12/16/2021 | Time Sundry Submitted: 09:02 |
| Date proposed operation will begin: 01/03/2022 | |

Procedure Description: Hilcorp Energy Company requests permission to plug back the Pictured Cliffs formation per the attached procedure, current & proposed wellbore schematics. A closed loop system will be used. After plug back, the well will be a standalone Fruitland Coal producer.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Picway_1_Plugback_Procedure_for_NOI_20211216090009.pdf

Received by OCD: 12/30/2021 3:11:49 PM

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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: AMANDA WALKER | Signed on: DEC 16, 2021 09:01 AM |
| Name: HILCORP ENERGY COMPANY | |
| Title: Operations/Regulatory Technician | |
| Street Address: 1111 TRAVIS ST. | |
| City: HOUSTON | State: TX |
| Phone: (346) 237-2177 | |
| Email address: mwalker@hilcorp.com | |

Field Representative

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

BLM Point of Contact

| | |
|---------------------------------|---|
| BLM POC Name: KENNETH G RENNICK | BLM POC Title: Petroleum Engineer |
| BLM POC Phone: 5055647742 | BLM POC Email Address: krennick@blm.gov |
| Disposition: Accepted | Disposition Date: 12/17/2021 |
| Signature: Kenneth Rennick | |



HILCORP ENERGY COMPANY
Picway #1
Plug Back Notice of Intent

API: 3004532127

JOB PROCEDURE

1. MIRU service rig and associated equipment; ND wellhead and NU and test the BOP.
2. TOOH with sucker rods and downhole pump.
3. TOOH with **2-3/8"** tubing from the commingled Pictured Cliffs and Fruitland Coal formations set at **1,251'**.
4. MU and RIH with a 3-7/8" mill and scraper to perform scraper run. TOOH and LD mill assembly.
5. Set a cast iron bridge plug between the **Pictured Cliffs** and **Fruitland Coal** on wireline at **+/- 1,151'**.
6. TIH with **2-3/8"** tubing and land.
7. TIH with downhole pump and rods. Seat pump and pressure test tubing.
8. Return well to production, RDMO workover rig.



Schematic - Current

Well Name: PICWAY #1

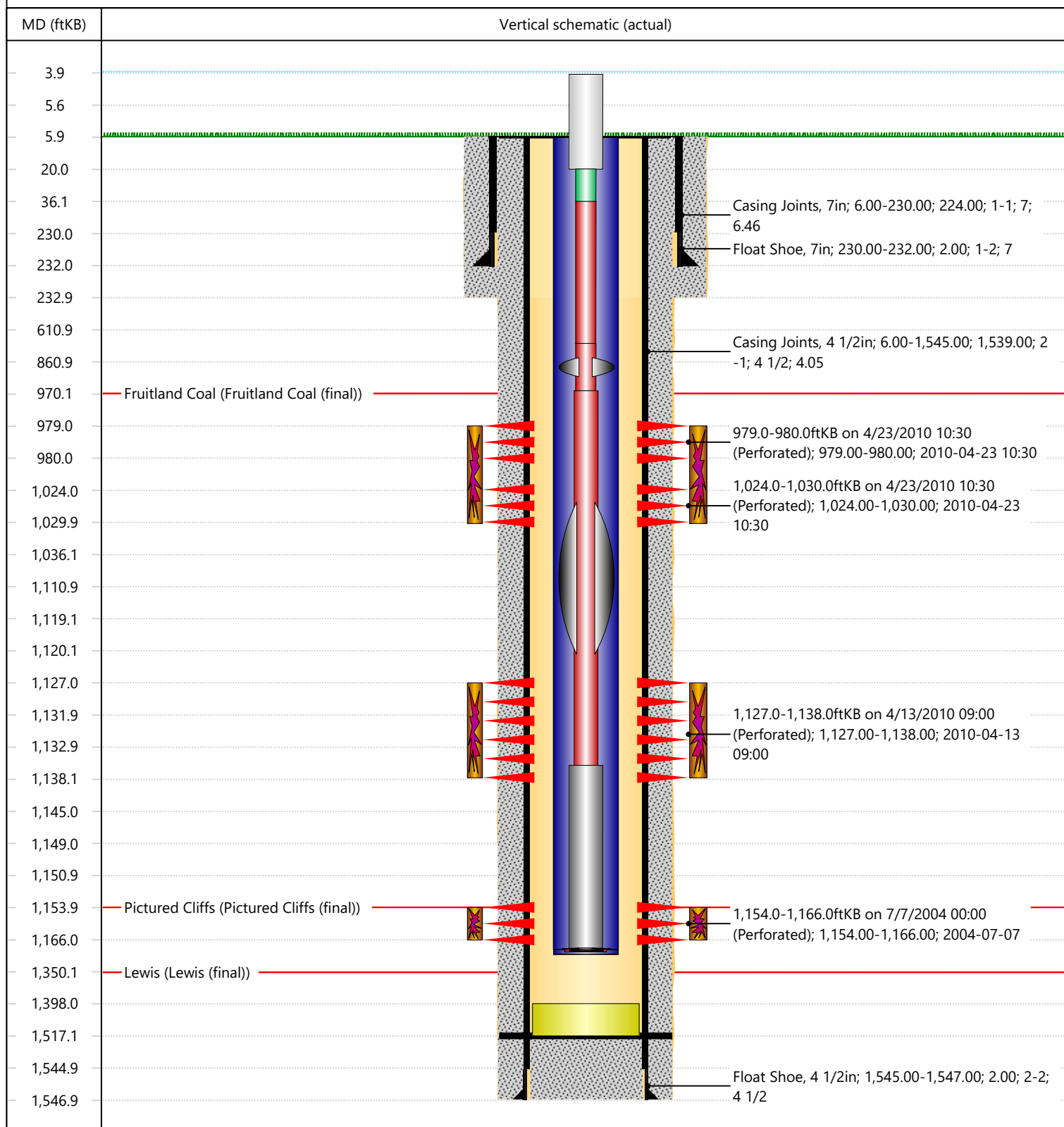
| | | | | | |
|---|---|---------------------------------------|-------------------------------------|--|-------------------------------------|
| API / UWI 3004532127 | Surface Legal Location T30N-R13W-S32 | Field Name Kutz W Pictured Cliffs | License No. | State/Province New Mexico | Well Configuration Type Vertical |
| Original KB/RT Elevation (ft) 5,361.00 | KB-Ground Distance (ft) 6.00 | Original Spud Date 6/22/2004 14:30 | Rig Release Date 6/24/2004 00:00 | PBTD (All) (ftKB) Original Hole - 1,517.0 | Total Depth All (TVD) (ftKB) |

Most Recent Job

| | | | | |
|----------------------------------|---|--------------------|--------------------------------|-----------------------|
| Job Category Expense Workover | Primary Job Type ROD & TUBING REPAIR | Secondary Job Type | Actual Start Date 9/30/2019 | End Date 10/1/2019 |
|----------------------------------|---|--------------------|--------------------------------|-----------------------|

TD: 1,547.0

Original Hole [Vertical]



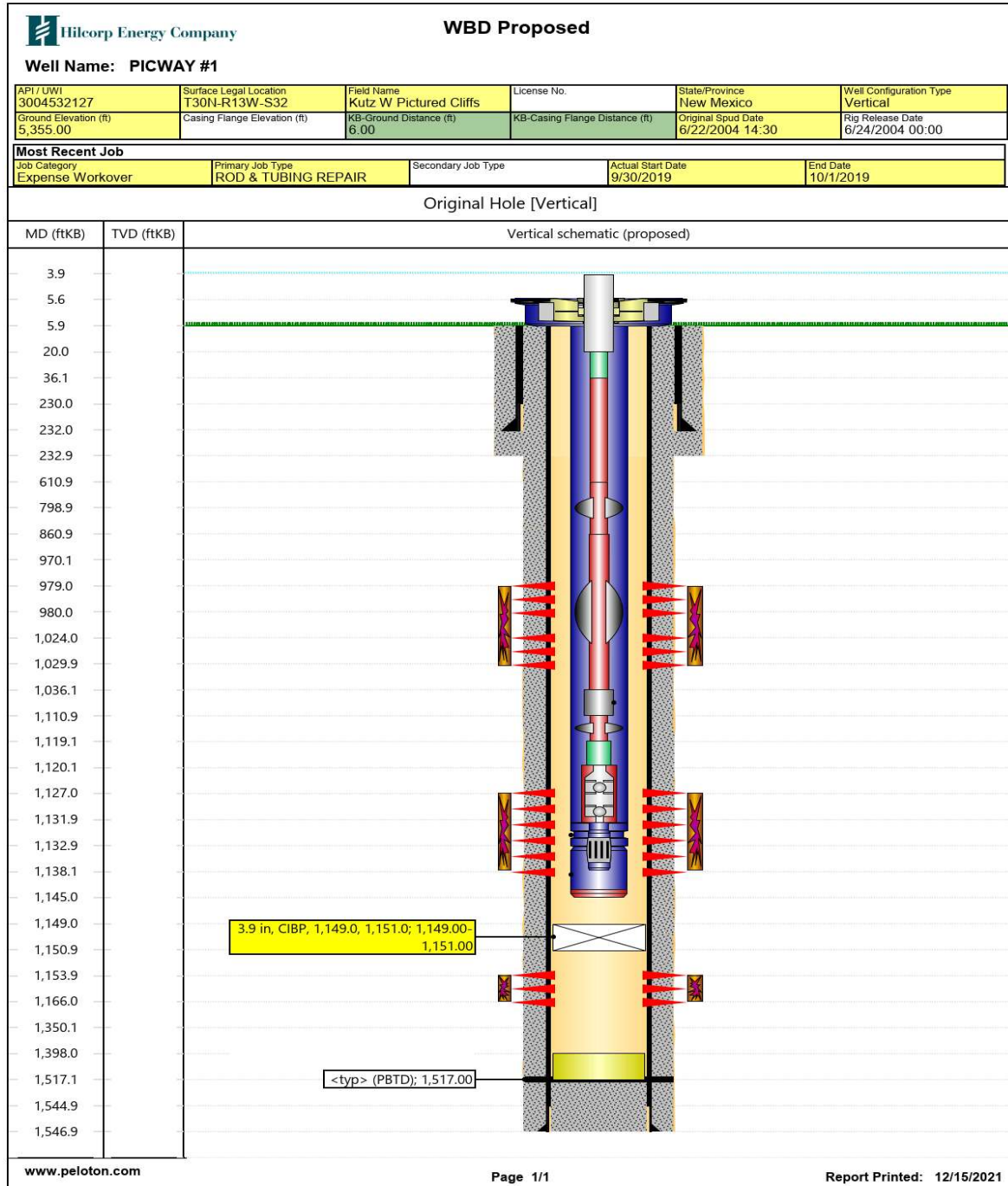


HILCORP ENERGY COMPANY

Picway #1

Plug Back Notice of Intent

Picway #1 - PROPOSED WELLBORE SCHEMATIC



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

CONDITIONS

Action 69739

CONDITIONS

| | |
|--|---|
| Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002 | OGRID: 372171 |
| | Action Number: 69739 |
| | Action Type: [C-103] NOI Plug & Abandon (C-103F) |

CONDITIONS

| | | |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| kpickford | None | 1/5/2022 |