Submit 1 Copy To Appropriate District Office	State of New Mexico		Form C-103				
<u>District I</u> = (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources			WELL API NO.	Revised July 18, 2013		
<u>District II</u> – (575) 748-1283 811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION			30-015-2			
District III - (505) 334-6178		uth St. Franc		5. Indicate Type of STATE	of Lease		
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460	Santa Fe, NM 87505			6. State Oil & Gas			
1220 S. St. Francis Dr., Santa Fe, NM 87505				NM-1018	56		
SUNDRY NOT (DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPL	7. Lease Name or Shell Federa	Unit Agreement Name al					
PROPOSALS.) 1. Type of Well: Oil Well	8. Well Number						
2. Name of Operator Fasken	9. OGRID Numbe						
3. Address of Operator	10. Pool name or SWD D	Wildcat					
4 37-11 [4]	Holiday Hill Road, M			3000			
Unit Letter 13	3300' feet from t	South he	660' line and	feet fron	West line		
Section 5	Township			NMPM	County Eddy		
	11. Elevation (Show			100			
				1000	AND REAL PROPERTY.		
12. Check	Appropriate Box to	Indicate Na	ture of Notice, I	Report or Other I	Data		
NOTICE OF IN	NTENTION TO:	Ĩ	SUBS	SEQUENT REF	PORT OF		
PERFORM REMEDIAL WORK	PLUG AND ABAND	ON 🔲 📗	REMEDIAL WORK		ALTERING CASING		
TEMPORARILY ABANDON	CHANGE PLANS		COMMENCE DRIL	_	P AND A		
PULL OR ALTER CASING DOWNHOLE COMMINGLE	MULTIPLE COMPL		CASING/CEMENT	JOB			
CLOSED-LOOP SYSTEM							
OTHER:			OTHER:				
13. Describe proposed or comp							
of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.							
M-EE-ANIMOOD C	04.00 (1.1 1.1 1.1)						
	-21-22 of intent to RU to joint 3 1/2 tbg, found 4 p						
	and packer - leaked and		ge spring on packer				
9	g 6000 psi no failures fo						
	ubing set 10612' AS-1X						
Ran MIT on 6-28-22 Witnessed by Barbara Lydick OCD Performed by Stone Oilfield							
Services							
See attached drilling	g report						
					_		
Spud Date:	Ri	g Release Date	:				
Li-							
I hereby certify that the information	above is true and com	nlete to the bes	st of my knowledge	and belief			
^		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					
SIGNATURE Vola V	ague	ፐ ነፓ፣ ይ	Regulatory Anayls	t D.	6-30-2022		
NC-1-14		IIILE			100 007 1		
Type or print name Viola Vasq	uez E.	-mail address:	violav@forl.co	m PHO	ONE: 432-687-1777		
For State Use Only) old						
APPROVED BY Kills Conditions of Approval (if any)	(. Loelze TI	TLE UIC M	anager	DA7	TE_07/07/2022		

Fasken Oil and Ranch, LTD.

Combined Daily Operations Report 6/1/2022 thru 6/29/2022

Page 1 Printed 6/29/2022

Shell Federal #2

Well ID: SH2000-02

3300' FSL & 660' FWL Section 5, Township T21S, Range 24E

Eddy Co., NM

Jun 21, 2022 Tuesday

55 Well Service delivered and set one rig mat and RUPU (#59) and prepared handling tools. Left well shut in and SDON. Notified NMOCD of intent to RU to repair downhole communication after failed MIT on 6/7/22 witnessed by representative of NMOCD. (SRF)

Daily Cost:

\$3,300

Total Daily Cost:

\$3,300

Total Cum. Cost:

\$79,708

Jun 22, 2022 Wednesday

SITP-vacuum, SICP-270 psi. Bled down pressure to tubing. NDWH, NU BOP and RU working floor. Released packer and well was out of balance. Let well equalize for 2 hrs and RU vacuum truck for catch back. LD top jt with coating flaking on top of pin. POW and tallied 201 jts 3-1/2" 9.3# EUE 8rd L80 IC-101 injection tubing. SWI and SDON. (SRF)

Daily Cost:

\$5,450

Total Daily Cost:

\$5,450

Total Cum. Cost:

\$85,158

Jun 23, 2022 Thursday

SITP-0 psi, SICP-0 psi. POW and tallied 124 jts 3-1/2" 9.3# EUE 8rd L80 IC-101 injection tubing. Found bottom 4 jts with minor pitting on collars and body of tubing. LD 3-1/2" 8rd box x 2-7/8" pin SS x-o, TOSSD, 5-1/2" Arrowset 1x injection packer with 2.25" "F" SS profile nipple and 2-7/8" x 4' muleshood fiberglass sub. Main spring in packer was damaged and collapsed. SWI and SDON while packer is being repaired. (SRF)

Daily Cost:

\$4,700

Total Daily Cost:

\$4,700

Total Cum. Cost:

\$89,858

Jun 24, 2022 Friday

SITP-0 psi, SICP-0 psi. RU Bo Monk Pipe Testing and Tidal Logistics vacuum truck for catchback. RIW with 2-7/8" x 4' muleshoed fiberglass sub, 5-1/2" Arrowset 1X NP/IPC injection packer, 2-7/8" x 2.25" SS "F" profile nipple with 4.5" TOSSD (NP skirt and SS top sub), 2-7/8" 8rd pin x 3-1/2" 8rd box x-o (NP) and 3-1/2" 9.3# EUE 8rd L80 IC-101 tubing while testing to 6000 psi below slips. Test truck pump started leaking after running 4 stands of tubing and busted high pressure test hose while attempting to test 5th stand of tubing. Waited 1.5 hrs on replacement truck, resumed testing tubing in well and had to replace bottom cups on test bars every 10 stands and ran out of cups with only 20 stands tested in the well. Waited on more replacement cups for 30" and was informed there were no cups available in Hobbs. Notified Midland office, SWI and SDON. (SRF)

Daily Cost:

\$13,250

Total Daily Cost:

\$13,250

Total Cum. Cost:

\$103,108

Jun 25, 2022 Saturday

No activity. (SRF)

Daily Cost:

\$200

Total Daily Cost:

\$200

Total Cum. Cost:

\$103,308

Fasken Oil and Ranch, LTD.

Combined Daily Operations Report 6/1/2022 thru 6/29/2022

Page 2 Printed 6/29/2022

Jun 26, 2022 Sunday No activity. (SRF)

Daily Cost:

\$200

Total Daily Cost:

\$200

Total Cum. Cost:

\$103,508

Jun 27, 2022 Monday

SITP-0 psi, SICP-0 psi. RU Bo Monk Pipe Testing and Tidal Logistics vacuum truck for catch back. RIW with BHA while testing tubing to 6000 psi below slips with no failures and RDTT. RIW with tubing as follows:

1 - 2-7/8" FG mule shoed tubing sub (reran)	4.47'
1 - 7" NP AS-1X packer (redressed-TB)	7.41'
1 - 3-1/2" NP TOSSD w/ 2.25" "F" SS profile nipple (redressed)	2.00'
1 - 2 - 7/8" EUE x $3 - 1/2$ " EUE SS x-over (new)	.64'
320 - 3-1/2" EUE 8rd L80 9.3# IC-101 IPC w/ SCC (reran)	10,435.18'
5 - 3-1/2" EUE 8rd L80 9.3# IPC-1850 w/ SCC (new)	162.38'
Sub Total	10,612.08'
Setting Height	-3.83'
Actual Depth	10,608.25'

Thunderbird tech set packer with 20K compression. RU Stone Oilfield pump truck on casing and loaded with .5 bfw. Pressured up to 520 psi and held for 5 min with 0 pressure loss. Bled off pressure. SWI and SDON. (RF)

Daily Cost:

\$12,300

Total Daily Cost:

\$12,300

Total Cum. Cost:

\$115,808

Jun 28, 2022 Tuesday

SITP-0 psi, SICP-0 psi. Opened well and WOO for 1 hr. Received instructions to set packer in tension and stay above previous setting depth by less than 5', ordered 3-1/2" L80 IPC pup jts and waited on pup jts for 2-1/2 hrs. Received instructions to leave packer set as is and circulate packer fluid. Mixed 65 gals PI-50 in 150 bbls fresh water, released TOSSD and RU pump truck on tubing/casing annulus and vacuum truck on tubing for catch back and reverse circulated 130 bbls packer fluid at 1.5 bpm. Engaged TOSSD and pressure tested tubing/casing annulus to 600 psi for 30" on pressure gauge with no loss. Bled down pressure, ND BOP and NU injection tree and landed tubing in 18k compression. RU chart recorder on tubing/casing annulus and performed mock MIT at 620 psi, gained 20 psi in 35" due to temperature, bled down pressure and RDPU and pump truck. Vacuum truck hauled 60 bf to public disposal. Left well shut in waiting on NMOCD MIT test to be performed. (SRF)

Daily Cost:

\$20,199

Total Daily Cost:

\$20,199

Total Cum. Cost:

\$136,007

Report Based On:

Date Range: 6/1/2022 through 6/29/2022

Wells selected based on the following Report Menu selections:

Wells = Shell Federal #2.

Notice of Subsequent Report Approval

Operator Name: FASKEN OIL & RANCH LIMITED

Well Name: SHELL FEDERAL

Well Number: 2

US Well Number: 3001522717

Sundry ID: 2679993

The BLM received your Subsequent Report, Workover Operations on 06/30/2022. This is to notify you that we are Accepting your Subsequent Report Workover Operations. Please login to your account in AFMSS II to see the final documents.

You may contact the field office if you have any questions.

This notification is automatically generated. Please do not reply to this message as this account is not monitored.

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Adrienne Sandoval, Division Director Oil Conservation Division



Date: 6/29/2022
API# 30-015-22717
A Mechanical Integrity Test (M.I.T.) was performed on, Well Shell Federal #002
M.I.T. is successful, the original chart has been retained by the Operator on site. Send a legible scan of the chart with an attached Original C-103 Form indicating reason for the test, via post mail to District NMOCD field office. A scanned image will appear online via NMOCD website, 7 to 10 days after postdating.
M.I.T. is unsuccessful, the original chart is returned to the Operator. Repairs will be made; Operator is to schedule for a re-test within a 90-day period. If this is a test of a repaired well currently in non-compliance, all dates and requirements of the original are still in effect. No expectation of extension should be construed because of this test.
M.I.T. for Temporary Abandonment , shall include a detailed description on Form C-103 , including the location of the CIBP and any other tubular goods in the well including the Operator's request for TA status timeline.
M.I.T. is successful, after the secondary request of a scheduled M.I.T. is performed. Therefore, Operator has within a 30-day period from the M.I.T. to submit a current C-103 along with a legible scan of the Chart, including a detailed description of the repair(s). <i>Only after receipt of the C-103 will the non-compliance be closed.</i>
M.I.T. is successful , Initial of an injection well, you must submit a form C-103 to NMOCD within 30 days. A C-103 form must include a detailed description of the work performed on this well including the position of the packer, tubing information, the date of first injection, the tubing pressure and injection volume.
Please contact me for verification to ensure documentation requirements are in place prior to injection process.
If I can be of additional assistance, please feel free to contact me at (575) 626-0836

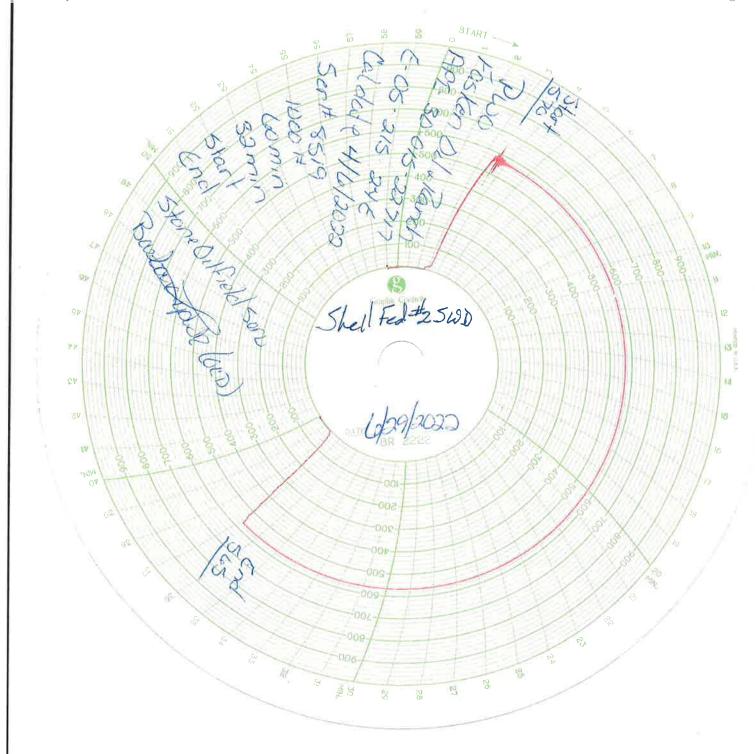
1220 South St. Francis Drive • Santa Fe, New Mexico 87505 Phone (505) 476-3460 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd

Thank You,

EMNRD-O.C.D.

Barbara Lydick, Compliance Officer

South District - Artesia, NM



DEGREEK

South District-Artesia

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division Hobbs District Office

BRADENHEAD TEST REPORT API Number Property Name ¹ Surface Location Range UL-Lot Township Feet from N/S Line Feet From E/W Line 24E Local Well Status INJECTOR PRODUCER YES NO (YES NO SWD INJ OIL GAS **OBSERVED DATA** (A)Surface (B)Interm(1) (C)Interm(2) (D)Prod Csng (E)Tubing Pressure Flow Characteristics Puff CO2 Y // N) Y/N (Y)/ N WTR__ Steady Flow Y //N YIN Y/N Y / (N) GAS Surges Y /(N) YIN Y/N Y / (N Type of Fluid Down to nothing X/N (Y)/ N (Y) N lajected for Waterflood # Gas or Oil YIN Y //N Y / N Y / (N) applies Water YIN Y //N) Y/N Y /(N) Remarks - Please state for each string (A,B,C,D,E) pertinent information regarding bleed down or continuous build up if applies.

Signature:

OIL CONSERVATION DIVISION

Printed name: Lucas Hedrick

Entered into RBDMS

Title: Production Forenge

B-mail Address: Lucash Ofort. com

Date: 1292022 Phone:

Witness! Address gdul

INSTRUCTIONS ON BACK OF THIS FORM

Notice of Subsequent Report Approval

Operator Name: FASKEN OIL & RANCH LIMITED

Well Name: SHELL FEDERAL

Well Number: 2

US Well Number: 3001522717

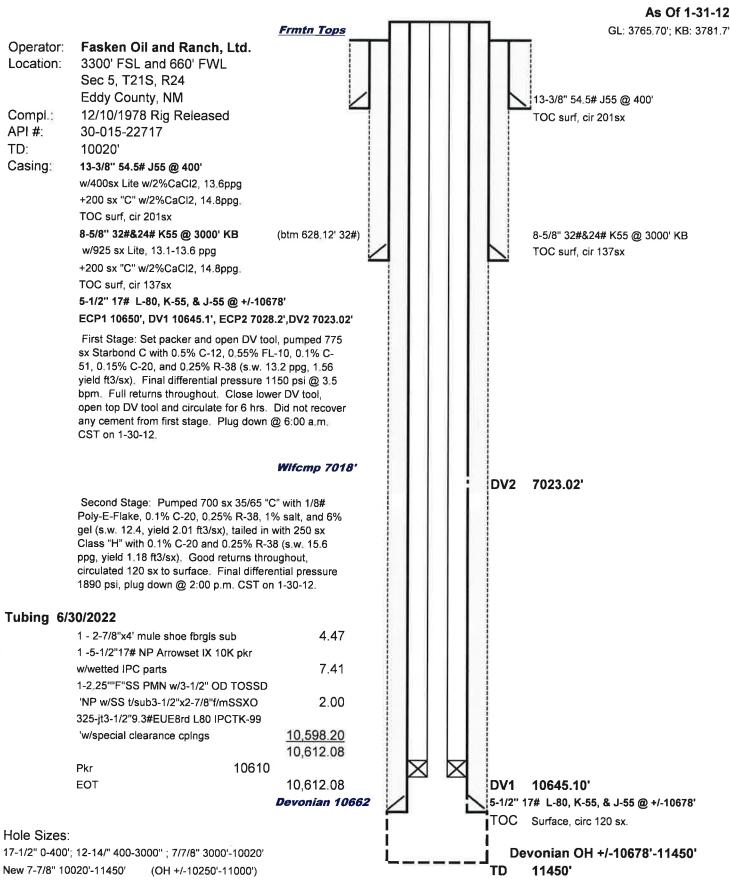
Sundry ID: 2679998

The BLM received your Subsequent Report, Mechanical Integrity Test on 06/30/2022. This is to notify you that we are Accepting your Subsequent Report Mechanical Integrity Test. Please login to your account in AFMSS II to see the final documents.

You may contact the field office if you have any questions.

This notification is automatically generated. Please do not reply to this message as this account is not monitored.

Shell Federal No. 2 SWD



cwb 7/1/2022 ShellFed2 wb diagram

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

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 122258

CONDITIONS

Operator:	OGRID:
FASKEN OIL & RANCH LTD	151416
6101 Holiday Hill Rd	Action Number:
Midland, TX 79707	122258
	Action Type:
	[C-103] Sub. Workover (C-103R)

CONDITIONS

Created E	By Condition	Condition Date
pgoetze	None None	7/7/2022