

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Sundry Print Report

Well Name: SAN JUAN 29-7 UNIT Well Location: T29N / R7W / SEC 26 / County or Parish/State: RIO

SESE / 36.416 / -107.319 ARRIBA / NM

Well Number: 72C Type of Well: CONVENTIONAL GAS Allottee or Tribe Name:

WELL

Lease Number: NMSF078425 Unit or CA Name: SAN JUAN 29-7 Unit or CA Number: UNIT--MV NMNM78417A

US Well Number: 3003926650 Operator: HILCORP ENERGY COMPANY

Notice of Intent

Sundry ID: 2869362

Type of Submission: Notice of Intent

Type of Action: Recompletion

Date Sundry Submitted: 08/22/2025 Time Sundry Submitted: 09:22

Date proposed operation will begin: 08/25/2025

Procedure Description: Hilcorp Energy Company requests permission to recomplete the subject well in the Fruitland Coal/Pictured Cliffs and downhole commingle with the existing Mesaverde. Please see the attached procedure, current and proposed wellbore diagram, plat and natural gas management plan. A closed loop system will be used. Hilcorp will contact the FFO Surface group within 90 days after the well has been recompleted, before any interim reclamation work, to conduct the onsite. A reclamation plan will be submitted after the onsite. Perfs are as follows: Fruitland Coal: 2785'-3170' and Pictured Cliffs: 3170'-3302'.

Surface Disturbance

Is any additional surface disturbance proposed?: No

Page 1 of 2

eceived by OCD: 8/22/2025 1:54:38 PM Well Name: SAN JUAN 29-7 UNIT

Well Number: 72C

Well Location: T29N / R7W / SEC 26 /

Type of Well: CONVENTIONAL GAS

SESE / 36.416 / -107.319

County or Parish/State: Rige 2 of

ARRIBA / NM

Allottee or Tribe Name:

Lease Number: NMSF078425 Unit or CA Name: SAN JUAN 29-7

UNIT--MV

Unit or CA Number: NMNM78417A

US Well Number: 3003926650 Operator: HILCORP ENERGY

COMPANY

Operator

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

Operator Electronic Signature: DAWN NASH-DEAL Signed on: AUG 22, 2025 09:45 AM

Name: HILCORP ENERGY COMPANY

Title: Operations Regulatory Tech Street Address: 1111 TRAVIS ST

City: HOUSTON State: TX

Phone: (505) 324-5132

Email address: DNASH@HILCORP.COM

Field

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: Approved Disposition Date: 08/22/2025

Signature: Kenneth Rennick

Page 2 of 2



HILCORP ENERGY COMPANY SAN JUAN 29-7 UNIT 72C RECOMPLETION SUNDRY

Prepared by:	Shammy Hisham
Preparation Date:	August 1, 2025

	WELL INFORMATION											
Well Name:	SAN JUAN 29-7 UNIT 72C	State:	NM									
API #:	3003926650	County:										
Area:	10	Location:										
Route:	1003	Latitude:	36.69264									
Spud Date:	March 14, 2001	Longitude:	-107.5317									

PROJECT DESCRIPTION

Perforate, fracture, and comingle the Fruitland Coal and Pictured Cliffs with the existing Mesa Verde zone.

CONTACTS										
Title	Title Name Office Phone #									
Engineer	Shammy Hisham		832-672-1170							
Area Foreman										
Lead										
Artificial Lift Tech										
Operator										



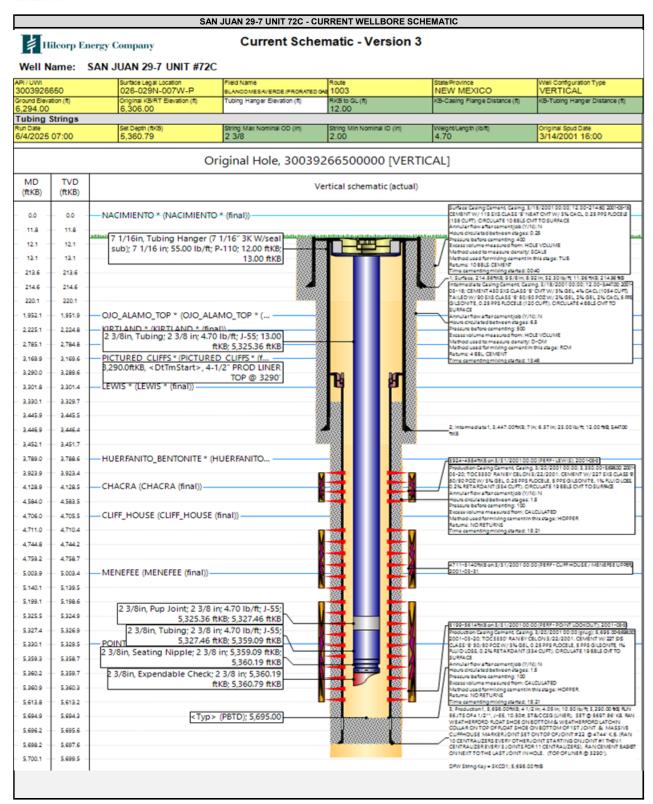
HILCORP ENERGY COMPANY SAN JUAN 29-7 UNIT 72C RECOMPLETION SUNDRY

JOB PROCEDURES

- 1. MIRU service rig and associated equipment; test BOP.
- 2. TOOH with 2-3/8" tubing set at 5,360'.
- 3. Set a 4-1/2" plug at +/- 3899' to isolate the Mesa Verde.
- 4. RU Wireline pull a CBL and verify cement integrity.
- 5. Load the hole and pressure test the casing.
- 6. N/D BOP, N/U frac stack and pressure test frac stack.
- 7. Perforate and frac the Fruitland Coal from 2785-3170', and the Pictured Cliffs from 3170' 3302'.
- 8. Nipple down frac stack, nipple up BOP and test.
- 9. TIH with a mill and drill out top isolation plug and Fruitland Coal / Pictured Cliffs frac plugs.
- 10. Clean out to Mesa Verde isolation plug.
- 11. Drill out Mesa Verde isolation plug and cleanout to PBTD of 5695'. TOOH.
- 12. TIH and land production tubing. Get a commingled Fruitland Coal/Pictured Cliffs/Mesa Verde flow rate.

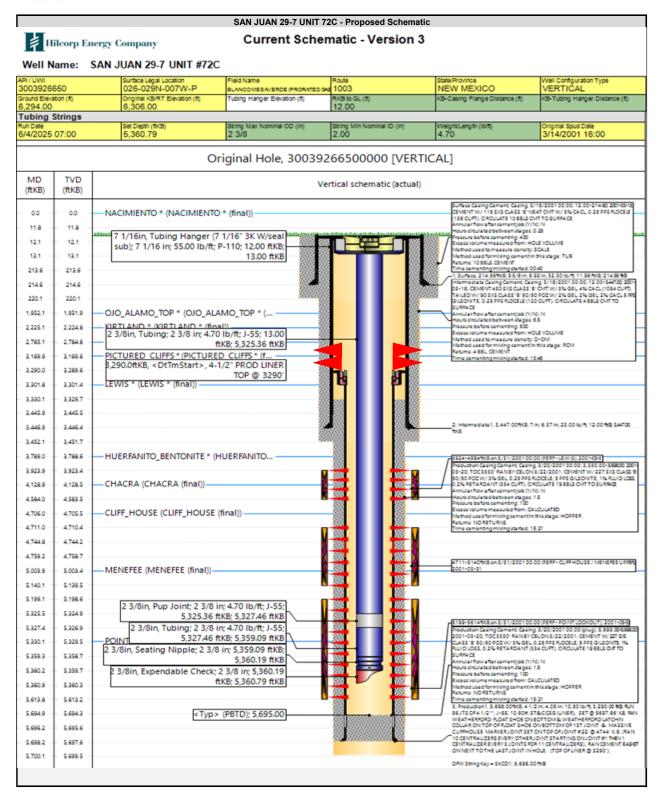


HILCORP ENERGY COMPANY SAN JUAN 29-7 UNIT 72C RECOMPLETION SUNDRY





HILCORP ENERGY COMPANY SAN JUAN 29-7 UNIT 72C RECOMPLETION SUNDRY



Phone: (505) 476-3441 Fax: (55) 476-3462

General Information Phone: (505) 629-6116

Online Phone Directory Visit:

https://www.emnrd.nm.gov/ocd/contact-us/

State of New Mexico Energy, Minerals & Natural Resources Department

	Revised July 9, 2024
	Submit Electronically
	via OCD Permitting
	☐ Initial Submittal
nittal	☐ Amended Report

OIL CONSERVATION DIVISION

		•						
т		Submit Electronically						
7	via OCD Permitti							
	a 1 1 1	☐ Initial Submittal						
	Submittal Type:	☐ Amended Report						
		☐ As Drilled						
	•							

	WELL LOCATION INFORMATION										
API Number Pool Code						Pool	Name				
30-039-	26650		71629			BASI	IN FRUITLAND COA	AL			
Property	y Code		Property Na	me						Well Number	er
318713			SAN JUAN	29-7 UNIT	Γ					72C	
OGRID	No.		Operator Na	me						Ground Lev	el Elevation
372171			Hilcorp Ener	gy Compan	ıy					6294'	
Surface Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal Mineral Owner: ☐ State ☐ Fee ☐ Tribal ☒ Federal											
<u>.</u>											
Surface Location											
UL	Section	Township	Range	Lot	Ft. from N/S]	Ft. from E/W	Latitude Lo		Longitude	County
P	26	29N	07W		1150' FSL	3	05' FEL 36.6926651 -1		-107.5323639	RIO ARRIBA	
					Botto	m Hole	e Location				
UL	Section	Township	Range	Lot	Ft. from N/S		Ft. from E/W	Latitude		Longitude	County
P	26	29N	07W		1150' FSL	3			-107.5323639	RIO ARRIBA	
Dedicat	ed Acres	Infill or Defir	ning Well	Defining	Well API	(Overlapping Spacing Unit (Y/N) Consc		Consolida	dation Code	
320.00)	INFILL				1	NO UNIT				
Order N	lumbers.	•				,	Well setbacks are under Common Ownership: △Yes □No				

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
	1	1	- I	<u> </u>	First Ta	ke Point (FTP)	1	.	1
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
				I	Last Ta	ke Point (LTP)	<u> </u>	l	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
	I		1	1				<u> </u>	
Unitiza	ed Area or Ar	ea of Uniform	Interest	Spacing	Unit Type ☐ Horiz	ontal 🏿 Vertical	Ground F	loor Elevation:	

6294'

OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Dawnnach Deac	08/15/2025	
Signature	Date	
Dawn Nash-Deal		
Printed Name		
Dnash@hilcorp.com		
Fmail Address		

SURVEYOR CERTIFICATIONS

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.

Roy A Rush

Signature and Seal of Professional Surveyor

8894

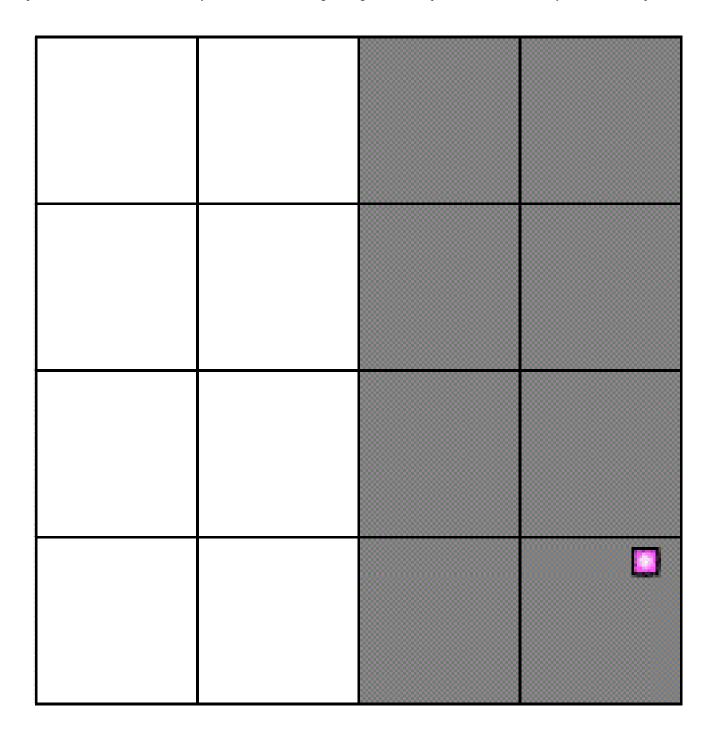
11/7/00

Certificate Number

Date of Survey

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



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State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

	Revised July 9, 2024
	Submit Electronically
	via OCD Permitting
ittal	☐ Initial Submittal

a 1 1	☐ Initial Submittal
Submittal Type:	☐ Amended Report
-JF	☐ As Drilled

					WELL LOCA	ATION INFORMATION						
API Nu	mber		Pool Code			Pool Name						
30-039-26650 72439						SOUTH BLANCO PICTURED CLIFFS						
Property Code Property Name								Well Number	er			
318713 SAN JUAN 29-7 UNIT								72C				
OGRID	No.		Operator Na	ame					Ground Lev	el Elevation		
372171			Hilcorp Ene	rgy Compar	ny				6294'			
Surface Owner: □ State □ Fee □ Tribal ⊠ Fe				deral Mineral Owner: ☐ State ☐ Fee ☐ Tribal ⊠ I				Federal				
Surface Location												
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	L	ongitude	County		
P	26	29N	07W		1150' FSL	305' FEL	36.692665		107.5323639	RIO ARRIBA		
Bottom Hole Location												
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from F/W	Latitude	L	ongitude	County		
P	26	29N	07W		1150' FSL	305' FEL	36.692665		107.5323639	RIO ARRIBA		
		_										
Dedicated Acres			Defining	g Well API	Overlapping Spacin	g Unit (Y/N)	Consolidation	on Code				
160.00 INFILL				NO	NO		UNIT					
Order Numbers.					Well setbacks are under Common Ownership: ☑Yes ☐No							
					Kick	Off Point (KOP)						
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	T.	ongitude	County		
OL	Section	Township	Runge	Lot	1 t. Hom 1 v B	Tt. Hom E W	Latitude		ongitude	County		
					First '	Take Point (FTP)						
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	L	ongitude	County		
	Last Take Point (LTP)											
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from F/W	Latitude	L	ongitude	County		
O.L		10 misinp	Tunge	200	T W HOM T W B	TW Hom 2 V	Zumaas		ongrado			
Unitized	d Area or Ar	ea of Uniform I	nterest	Spacing	Unit Type ☐ Ho	rizontal 🛭 Vertical	Grou	nd Floor Elev	ation:			
				Spacing out Type in Horizontal 23 votical				6294'				

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If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Dunnach Deac	08/15/2025
Signature	Date
Dawn Nash-Deal	
Printed Name	
Dnash@hilcorp.com	
Email Address	

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Roy A Rush

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State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

I. Operator: Hilcorp Energy Company					Date: 8 /15/ 202	<u>25</u>		
II. Type: ⊠ Original □ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC □ Other.								
If Other, please describe:								
				or set of wells p	proposed to be dri	lled or proposed to		
API	ULSTR	Footages		Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D		
3003926650	P,26,29N,7W	1150' FSL & 305	' FEL	0 BBL	350 MCF	5 BBL		
ıle: Provide the	following inforn	nation for each nev	v or recoral delive	ompleted well or ery point.		. , , ,		
3003926650								
VI. Separation Equipment: Attach a complete description of how Operator will size separation equipment to optimize gas capture. VII. Operational Practices: Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC. VIII. Best Management Practices: Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.								
	□ Amendment e: ne following infosingle well pad API 3003926650 Point Name: nle: Provide the leted from a sing API 3003926650 ment: □ Attack etices: □ At	□ Amendment due to □ 19.15.2 e: ne following information for each single well pad or connected to a single well pad or connected from a single well pad or connected to a single well pad or connected from a single well pad	□ Amendment due to □ 19.15.27.9.D(6)(a) NMA e: ne following information for each new or recomple single well pad or connected to a central delivery p API ULSTR Footages 3003926650 P,26,29N,7W 1150' FSL & 305 Point Name: CHACO-BLANCO PROCESSINGLE: Provide the following information for each new letted from a single well pad or connected to a central delivery p API Spud Date TD Reached Date 3003926650 □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □	□ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19. e: □ refollowing information for each new or recompleted well single well pad or connected to a central delivery point. API ULSTR Footages 3003926650 P,26,29N,7W 1150'FSL & 305'FEL Point Name: □ CHACO-BLANCO PROCESSING PLATE Provide the following information for each new or recolleted from a single well pad or connected to a central delivered at the pade of the pade o	□ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) e: □ re following information for each new or recompleted well or set of wells paint with the following information for each new or recompleted well or set of wells paint with the following information for each new or recompleted Oil BBL/D 3003926650 P,26,29N,7W 1150'FSL & 305'FEL 0 BBL Point Name: □ CHACO-BLANCO PROCESSING PLANT API Spud Date TD Reached Completed well or eted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Commencement Date 3003926650 □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □	□ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC □ Other. e: □ the following information for each new or recompleted well or set of wells proposed to be drisingle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D Gas MCF/D 3003926650 P.26,29N,7W 1150' FSL & 305' FEL 0 BBL 350 MCF Point Name: □ CHACO-BLANCO PROCESSING PLANT □ [See 19.15.2] the Provide the following information for each new or recompleted well or set of wells proposed ted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Initial Flow Date Commencement Date Back Date 3003926650 □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □ □		

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

🗵 Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in
			Suit Bute	or system segment the m

XI. Map. \square Att	ach an accurate an	d legible map	depicting the	location	of the well(s),	the anticipate	d pipeline route	(s) connecting	the
production opera	tions to the existin	g or planned in	terconnect of	f the natur	al gas gatherin	ng system(s), a	nd the maximun	n daily capacity	of
the segment or pe	ortion of the natura	al gas gathering	g system(s) to	which the	e well(s) will	be connected.			

XII. Line Capacity. The natural	gas gathering system	□ will □ will no	t have capacity to	gather	100% of the ant	icipated	natural gas
production volume from the well	prior to the date of firs	t production.					

XIII. Line Pressure. Operator \square does \square does not anticipate that its existing well(s) connected to the same segment, or po	rtion, of the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the n	ew well(s).

$\overline{}$							_		4.4
	Attach (Onavotan	'a mlan t		menduntion	in roomonco	to the	ingranded	line pressure
	AHACH	Oberaior	S Dian 0	э шапаус	DIOGUCTION	III TESDOUSE	10 1116	HICLEASEC	Time Diessure

XIV. Confidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in
Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information
for which confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications <u>Effective May 25, 2021</u>

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal: 🗵 Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system: or ☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan.

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) **(b)** power generation for grid; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; (g) reinjection for enhanced oil recovery;

- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Dunnach Dead
Printed Name: DAWN NASH-DEAL
Title: REGULATORY TECHNICIAN
E-mail Address: DNASH@HILCORP.COM
Date: 8/15/2025
Phone: 346-237-2143
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

VI. Separation Equipment:

Hilcorp Energy Company (HEC or Operator) production facilities include separation equipment designed to efficiently separate gas from liquid phases to optimize gas capture based on projected and estimated volumes from the targeted pool of our recomplete project. HEC will utilize flowback separation equipment and production separation equipment designed and built to industry specifications after the recomplete to optimize gas capture and send gas to sales or flare based on analytical composition. HEC operates facilities that are typically one-well facilities. Production separation equipment is upgraded prior to well being completed, if determined to be undersized or inadequate. This equipment is already on-site and tied into our sales gas lines prior to the recomplete operations.

VII. Operational Practices:

- 1. Subsection (A) Venting and Flaring of Natural Gas
 - HEC understands the requirements of NMAC 19.15.27.8 which outlines that the venting and flaring of natural gas during drilling, completion or production operations that constitutes waste as defined in 19.15.2 are prohibited.
- 2. Subsection (B) Venting and Flaring during drilling operations
 - o This gas capture plan isn't for a well being drilled.
- 3. Subsection (C) Venting and flaring during completion or recompletion
 - o Flowlines will be routed for flowback fluids into a completion or storage tank and if feasible under well conditions, flare rather than vent and commence operation of a separator as soon as it is technically feasible for a separator to function.
 - At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.
- 4. Subsection (D) Venting and flaring during production operations
 - At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.
 - o Monitor manual liquid unloading for wells on-site or in close proximity (<30 minutes' drive time), take reasonable actions to achieve a stabilized rate and pressure at the earliest practical time, and take reasonable actions to minimize venting to the maximum extent practicable.
 - o HEC will not vent or flare except during the approved activities listed in NMAC 19.15.27.8 (D) 1-4.
- 5. Subsection (E) Performance standards
 - All tanks and separation equipment are designed for maximum throughput and pressure to minimize waste.
 - o If a flare is utilized during production operations it will have a continuous pilot and is located more than 100 feet from any known well or storage tanks.
 - At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.

- 6. Subsection (F) Measurement or estimation of vented and flared natural gas
 - o Measurement equipment is installed to measure the volume of natural gas flared from process piping.
 - o When measurement isn't practicable, estimation of vented and flared natural gas will be completed as noted in 19.15.27.8 (F) 5-6.

VIII. Best Management Practices:

- 1. Operator has adequate storage and takeaway capacity for wells it chooses to recomplete as the flowlines at the sites are already in place and tied into a gathering system.
- 2. Operator will flare rather than vent vessel blowdown gas when technically feasible during active and/or planned maintenance to equipment on-site.
- 3. Operator combusts natural gas that would otherwise be vented or flared, when technically feasible.
- 4. Operator will shut in wells in the event of a takeaway disruption, emergency situation, or other operations where venting or flaring may occur due to equipment failures.

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 498595

CONDITIONS

Operator:	OGRID:		
HILCORP ENERGY COMPANY	372171		
1111 Travis Street	Action Number:		
Houston, TX 77002	498595		
	Action Type:		
	[C-103] NOI Recompletion (C-103E)		

CONDITIONS

Created By	Condition	Condition Date
ward.rikala	Notify the OCD inspection supervisor via email 24 Hours Prior to beginning operations.	9/8/2025
ward.rikala	Down Hole Commingle order is required prior to commingling of production.	9/8/2025
ward.rikala	All conducted logs shall be submitted to the OCD as a [UF-WL] EP Well Log Submission (WellLog).	9/8/2025
ward.rikala	If Cement is not adequate to protect casing and isolate strata: (a) the uppermost perforation in each additional pool to at least 150 feet above that perforation; and (b) the lowermost perforation in each added pool to at least 100 feet below that perforation, the appropriate Inspection supervisor shall be consulted and remedial action conducted as directed.	9/8/2025
ward.rikala	A C-104 packet is required if, a pool is added, or perforations are added above or below existing perfs.	9/8/2025