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 Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV

Date: July 30, 2018

Phone: (575) 748-4168

State of New Mexic@ECENED

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources Oil Conservation Divide \$ 1 2018

☐AMENDED REPORT

1220 South St. Francis Dr. ARTESIA O.C.D.

| 1220 S. St. Franci Phone: (505) 476- | -3460 Fax: (505 | 5) 476-3462 | | | Santa Fe, | | | D. 110D 1 | ** | DD 4 70VE |
|--|------------------------------|-------------|-------------------------------|----------------------------------|----------------------------------|-------------------------------------|--------------|--------------------------------|----------------------------------|---------------|
| APPLI | CATIC | ON FOR | PERMIT TO | DRILL, nd Address | RE-ENTE | R, DE | EPEN, | PLUGBAC | ² OGRID Nu | mber |
| EOG Y Resources, Inc. 104 South Fourth Street | | | | | 025575 3. API Number | | | | | |
| | | | Artesia, NM 8 | | | | | | 30-015-223 | 329 |
| 4. Prope | erty Code 9422 | | | | Property Name Siegenthaler IS | | | | | |
| | | | | ^{7.} Su | rface Locatio | n | | | | |
| UL - Lot | Section | Township | Range | Lot Idn | Feet from | | S Line | Feet From 660 | E/W Line | County |
| I | 21 | 175 | 26E | 358 Proposi | ed Bottom Ho | | ation | 000 | East | Eddy |
| UL - Lot | - Lot Section Township Range | | Range | Lot Idn | | | S Line | Feet From | E/W Line | County |
| | | <u> </u> | | · Po | ol Informatio | n n | | · | | |
| Pool Name Kennedy Farms; Upper Penr | | | | | an | | | Pool Code 79525 | | |
| | | | | Addition | al Well Infori | mation | | | | |
| | rk Type P | | ^{12.} Well Type G | ^{13.} Cable/Rota N/A | | | Lease Type P | | 15. Ground Level Elevation 3362' | |
| | ultiple | | 17. Proposed Depth | | | 19. Contractor | | ²⁰ Spud Date | | |
| Depth to Grou | N und water N | 1/4 | N/A Distant | ce from nearest f | Chester | N/A | | N/A Distance | to nearest surfa | N/A |
| - | | | | | | | | | | |
| ∐We will b | e using a c | closed-loop | system in lieu of | | sing and Com | ont Dr | oaram | | | |
| Туре | Hole | Size | Casing Size | Casing Wei | | Cement Program Setting Depth Sacks | | Sacks of (| Cement | Estimated TOC |
| Type Hole Size Surface 17-1/2" | | | 13-3/8" | | | 460° | | 340 sx (In Place) | | 0 |
| Intermediate 12-1/4 | | ·1/4" | 9-5/8" | 32.3# | | 1420' | | 1025 sx (II | | 0 |
| Production 7-7/8" | | 5-1/2" | 15.5# & 1 | 15.5# & 17# | | 8647' 335 sx (ln | | + | 7014' TS | |
| | | I | Casing | /Cement Pro | ogram: Addit | ional C | Comments | 1 ` | | |
| Refer to page | 2 for details | ; | | | | | | | | |
| | | | 22. p | roposed Blo | wout Prevent | tion Pr | ogram | | | |
| Туре | | | w | Working Pressure | | Test Pressure | | Manufacturer | | |
| Manual BOP | | | | 3000 psi | | 3000 psi | | Whichever company is available | | |
| | | | on given above is tru | ie and complete | to the | | OII (| CONSERVA | LION DIVI | ISION |
| | tify that I l | have compl | lied with 19.15.14.9 | (A) NMAC 🗌 | and/or | roved By | | JONSERVA | TION DIV | IOION |
| 19.15.14.9 (B Signature: |)MAC [| If applie | cable. | | App (| A | aymi | nd for | dans | |
| Printed name: Tina Huerta | | | | Title | Title: (20/09/31 | | | | | |
| Title: Regulatory Specialist | | | | Арр | roved Da | nte: 8-1 | 1-18 E | xpiration Date | 8-1-20 | |
| F-mail Addre | es tina hi | uerta@eogr | esources.com | | | | | | | |

Conditions of Approval Attached

Form C-101 continued:

EOG Y Resources, Inc. plans to plug back and recomplete this well as follows:

- 1. MIRU all safety equipment. NU BOP. POOH with the packer. Load the hole as necessary with treated water. RIH to recover the second packer loading the hole as necessary with treated water.
- 2. Set a CIBP at 8354' and cap it with 35' of class "H" cement on top. This will cover the open Morrow perfs.
- 3. Set a CIBP at 8144' and cap it with 35' of class "H" cement on top. This will cover the open Atoka perfs.
- 4. Set a CIBP at 7388' and cap it with 35' of class "H" cement on top. This will cover Canyon top. Pressure test the casing to 1500 psi. Pull a radial bond log from PBTD to 1500' past the top of cement.
- 5. Perforate Cisco 7176'-7194' (21) with 2 JSPF, 180 degree phasing and 0.42" deep penetrating charges.
- 6. TIH with packer and set.
- 7. Spot acid across the perfs and acidize with 1000g 15% NEFE acid. Flush to the bottom perf with treated water. Treat at the low rate 0.5 BPM.
- 8. Swab test and evaluate, consider turning the well over to the production department.
- 9. POOH with all tools. Depending on TOC and if necessary squeeze perforations will be shot 50' above the top of cement, circulation will be established up the 9-5/8" X 5-1/2" annulus and cement will be placed up to at least 6488'. This is 500' above the top proposed perforation. A new CBL will be pulled to verify the new TOC.
- 10. Perforate Cisco 6988'-6994' (13) with 2 JSPF, 180 degree phasing and 0.42" deep penetrating charges.
- 11. TIH with packer and RBP straddle 6988'- 6994' and break down the perforations with 1000g 15% NEFE acid. POOH with packer and RBP.
- 12. TIH and treating packer w\ 1.87" profile and O/O tool and 2.875" frac string. Acidize both zones together with 2500g 15% NEFE acid.
- 13. Fracture via the 2.875" tubing using the following schedule.

Treating Schedule

| | | lbs Proppant | | | |
|--------|----------|--------------|--------|------------|---------------|
| Stage | gal | Prop Conc | | | |
| Number | | lb/gal | Stage | Cumulative | Proppant Type |
| 1 | 20000. | 0.00 | 0. | 0. | |
| 2 | 5000. | 0.50 | 2500. | 2500. | 100 Mesh |
| 3 | 2500 | 0.00 | 0. | 2500. | |
| 4 | 5000. | 1.00 | 5000. | 7500. | 100 Mesh |
| 5 | 2500 | 0.00 | 0. | 7500. | |
| 6 | 5000. | 1.50 | 7500. | 15000. | 100 Mesh |
| 7 | 2500 | 0.00 | 0. | 15000. | |
| 8 | 5000. | 2.00 | 10000. | 25000. | 100 Mesh |
| 9 | 2500 | 0.00 | 0. | 25000. | |
| 10 | 5000. | 2.50 | 12500. | 37500. | 100 Mesh |
| 11 | +/-1400. | 0.00 | 0. | 37500. | |

Estimated Surface Treating Pressure @ 12 BPM = 4100 psig.

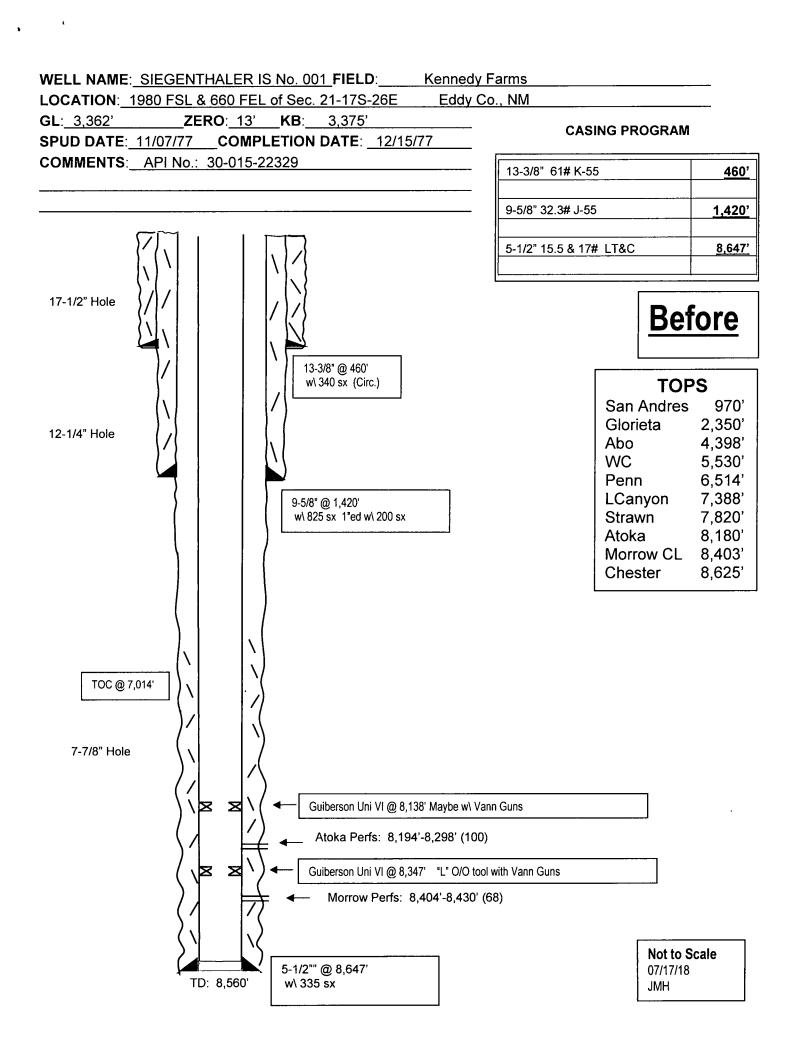
Fluid Specifications: Slickwater 0.8 to 1 gpt FR, 0.25 gpt biocide and 0.25 gpt scale inhibitor. Inject chemicals into the suction side of the down hole blender. When the sand fall to 0.1 ppg at the inline call flush. Flush to the bottom perf and over flush be 10 bbls.

EOG furnish: 4 clean frac tank with 480 bbls of fresh water in each tank and 100 mesh sand.

14. Flow test and evaluate, run production equipment.

Wellbore schematics attached

Regulatory Specialist July 30, 2018



WELL NAME: SIEGENTHALER IS No. 001 FIELD: Kennedy Farms

LOCATION: 1980 FSL & 660 FEL of Sec. 21-17S-26E Eddy Co., NM

GL: 3,362' ZERO: 13' KB: 3,375'

SPUD DATE: 11/07/77 **COMPLETION DATE**: 12/15/77

COMMENTS: API No.: 30-015-22329

CASING PROGRAM

| 13-3/8" 61# K-55 | 460' |
|------------------------|--------|
| 9-5/8" 32.3# J-55 | 1,420' |
| 5-1/2" 15.5 & 17# LT&C | 8,647' |

<u>After</u>

| TOPS | | | | |
|------------|--------|--|--|--|
| San Andres | 970' | | | |
| Glorieta | 2,350' | | | |
| Abo | 4,398' | | | |
| WC | 5,530' | | | |
| Penn | 6,514' | | | |
| LCanyon | 7,388' | | | |
| Strawn | 7,820' | | | |
| Atoka | 8,180' | | | |
| Morrow CL | 8,403' | | | |
| Chester | 8,625' | | | |
| | | | | |

| 17-1/2" Hole // / / / / / / / / / / / / / / / / / | 13-3/8" @ 460' w\ 340 sx (Circ.) 9-5/8" @ 1,420' w\ 825 sx 1"ed w\ 200 sx Cisco Perfs: 6,988'-6,994' |
|---|--|
| TOC @ 7,014' by TS | — Cisco Perfs: 7,176'-7,194' |
| CIBP @ 7,388' w\ 35' 7-7/8" Hole | |
| CIBP @ 8,144' w\ 35' | ← Atoka Perfs: 8,194'-8,298' (100) |
| TD: 8,560' | — Morrow Perfs: 8,404'-8,430' (68) 5-1/2"" @ 8,647' w\ 335 sx |

Not to Scale 07/17/18 JMH