District

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 Francia Dr., Santa Fe, NM 87505

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

Form C-101 August 1, 2011

Permit 262359

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name KAISI							2. OGRID Number 12361										
P.O.1						3. API	Number										
Tulsa, OK 74121													30-015-45683				
4. Property Code 5. Property Name 324955 BRANTLE						7 FEE 2419 WC							6. Well No. 002H				
				DIUTILLI			e Location					.					
UL - Lot Section Township Range							eet From				at From	E/W Line County					
м	24 235 2		28	E		97	975 S			185				Edd	ty		
						8. Proposed Bot	tom Hole L	ocatior									
UL - Lot	Section	Township		Range 201	=	Lot Idn P	Feet From	eet From N/S Line 660			Feet From 330		E/W Line E	E/W Line County		ty	
											<u> </u>			· <u> </u>			
9. Pool Information 9. Pool Information 98.20																	
PURPLE SAG	E;WOLFCAMP (GA	S)											50220				
Additional Wei 11. Work Type 13. Cable/Rotary									ell Information 14. Lease Type 15. Ground Level Elevation								
11. Work Type New	Well	12. Well Ty	pe GAS		13. Ca	ble/Rotary		Private				3003					
16. Muitiple		17. Propose			18. Fo	B. Formation			19. Contractor 20.				Spud Date				
N N			20900		Distan	Wolfcamp					Dist		/1/2019 earest surface w	ater -			
Depth to Ground	l water				Distan		i water weu			Cistance to							
X We will be u	sing a closed-loop	o system in i	ieu of line	d pits					- 4-								
						Proposed Casing											
Туре	Hole Size	Casing Size				y Weight/ft	Se	pth		Sacks of 27			Estimated TOC 0				
Surf Int1	<u> </u>		13.375		<u>61</u> 40.5		350 2700				42		0				
Int2	9.875	7.625				29.7		10100			90		1700				
Prod						20		20900				0			9100		
					Casir	g/Cement Progra	m: Additio	nal Co	mments								
					22.	Proposed Blowd	ut Prevent	ion Pro									
Туре						Pressure		Test Pressure				Manufacturer					
Annular						000		3500				Cameron					
Double Ram						000		5000				Cameron					
	ertify that the infor	nation given	above is t	rue and con	nplete t	to the best of my				OILC	ONSER	VATION	DIVISION				
knowledge and bellef. I further certify I have complied with 19.15.14.9 (A) NMAC 🖄 and/or 19.15.14.9 (B) NMAC																	
K, if applicab																	
Signature:																	
Printed Name: Electronically filed by Kristin L Gray				у		Approved	By:	Raymo	nd Poda	iny							
Title:				·				Title: Geologis									
Email Address: kristing@kfoc.net							Approved Date: 2/19/201					Expiration Date: 2/19/2021					
Date:	1/30/2019			Phone: 918-	491-42	209			pproval Atta								
We Jur	ane	la be	n l u	not Ao	2000	bl. nu et	3p sa	n.	a c CL	U. N		5 () 2.	21. J.	19		. <u>.</u>	
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Klein, Ranell, EMNRD

From:	Klein, Ranell, EMNRD
Sent:	Thursday, February 21, 2019 9:01 AM
То:	Charlotte VanValkenburg
Subject:	Brantley Fee APD's
Attachments:	Kaiser Francis Brantley APD's.pdf; Notice and Announcement - Financial Rule.pdf; Rule
	19.15.8 Financial Assurance.pdf

Good morning Charlotte,

The APD's for the Brantley wells were approved by Ray on February 19, 2019. These APD's should not have been approved as Kaiser Francis is not current with the new financial assurance rule that went into effect on January 15, 2019. I am attaching a copy of the notice that is on our website and also a copy of the new rule. I am having a copy of the top page of the approved APD scanned back into each of the well files, with the notation on it "that well cannot be spud until new financial assurance requirements have been met", along with a copy of this email showing that I have notified you.

The APD's that this pertains to are:

Brantley Fee 2419 BS #1H – 30-015-45689 Brantley Fee 2419 BS #2H – 30-015-45688 Brantley Fee 2419 WA #1H – 30-015-45687 Brantley Fee 2419 WA #2H – 30-015-45686 Brantley Fee 2419 WAM #1H – 30-015-45685 Brantley Fee 2419 WC #1H – 30-015-45684 Brantley Fee 2419 WC #2H – 30-015-45683

If you should have any questions, please do not hesitate to contact me.

Thank you.

Rusty Klein

Business Operations Specialist – A NMOCD – Division 2 811 South First Street Artesia, NM 88210 575-748-1283 – ext. 109