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 []] 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

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

P.O. B	and Address											2. OGR	ID Number	·		
	KAISER-FRANCIS OIL CO P.O. Box 21468											L	12361			
Tulsa, OK 74121												3. API 1	Number 30-015-4568	5		
4. Property Code 5. Property Name												8. Well No.				
				Y FEE	Y FEE 2419 WAM							001H				
						7. Surfa	ce Location									
UL - Lot	Section	Township		Range			Feet From		N/S Line		t From		E/W Line	County		
M	24	23	IS	2	8E		103	5	S		1	85	w		Eddy	
		_				8. Proposed Bo	ottom Hole Lo	ocation	I							
JL - Lot	Section	Township	_	Range	-	Lot Idn	Feet From		N/S Line		et From		E/W Line	County		
P	19	23	5	29	<u>.</u>	Р	13	20		<u>s</u>		330	E		Eddy	
		<u> </u>				9. Pool	Information									
URPLE SAGE;	WOLFCAMP (GA	<u>s)</u>											98220			
						Additional \	Neli Informat	tion								
1. Work Type 12. Well						13. Cable/Rotary			14. Lease Type			15. Ground Level Elevation				
			AS		10 5	rmation		Private					03	<u> </u>		
N Nukipia		17. Proposed	0500		10. PC	Wolfcamp		19. Contractor				Spud Dat 8/*	9/2019			
Depth to Ground w	vater		<u>_</u>		Distan	ce from nearest free	sh water well				Dist		arest surface wate	r		
100																
we will be usi	ng a closed-loop	system in lie	u of lin	ed pits												
				- 1		Proposed Casir							.			
Type Surf	Hole Size 17.5					g Welght/ft 61	Setting Depth 350				Sacks of			Estimated TOC		
Int1	12.25					10.5	2700			275 425						
Int2	9.875 7.625					29.7		9318			900			1700		
Prod	6.75	5.5	5			20		20500			850			9100		
					Casir	g/Cement Progr	am: Additior	nal Com	ments							
					22	Proposed Blow	out Preventi	on Proc	Iram							
	Туре					Pressure			Test Pi	essure			Man	ufacturer		
Annular			5000					3500				Hydril				
Double Ram			_	10000				5000				Cameron				
-	Pipe				10	000		5000					Cameron			
12 I hombu cost	ify that the inform	atlan abuan ab	have la	true and en		a the best of my							MISION			
knowledge and		ianou Biseu ar	DOVE IS	une sud col	npiele i	o the best of my				ULLU	JNJERI	AIIUNI				
further certify	I have complied	with 19.15.14	.9 (A) N	MAC 🗙 an	d/or 19	15.14.9 (B) NMA	c									
X, if applicable.	•															
Signature:																
Printed Name: Electronically filed by Kristin L Gray							Approved By: Raymond Podany									
Title:							Title: Geologist									
							Approved Date: 2/19/2019					Expiration Date: 2/19/2021				
Email Address:	1/30/2019			Phone: 918-	491-42	09	Condition	is of Ap	proval Attac	hed						

2.21.18

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