Phone: (575) 393-6161 Fax: (575) 393-0720

Phone: (575) 393-6161 Fax: (575) 393-0720

Phone: (575) 748-1283 Fax: (575) 748-9720

<u>District III</u>
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

Form C-101 August 1, 2011

Permit 262592

APPLICATION FOR PERMIT TO DRILL	, re-enter, I	DEEPEN, F	PLUGBACK,	OR ADD A ZONE
---------------------------------	---------------	-----------	-----------	---------------

1. Operator Name and Address		2. OGRID Number
KAISER-FRANCIS OIL CO		12361
P.O. Box 21468		3. API Number
Tulsa, OK 74121		30-015-45688
4. Property Code	5. Property Name	6. Well No.
324952	Brantley Fee 2419 BS	002H
	7. Surface Location	

UL - Lot M	Section 24	Township 23S	Range 28E	Lot idn	Feet From 1125	N/S Line S	Feet From 185	E/W Line W	County Eddy
8. Proposed Bottom Hole Location									
UL - Lot	Section 19	Township 23S	Range 29E	Lot Idn	Feet From 660	N/S Line S	Feet From 100	E/W Line E	County Eddy

9. Pool Information

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	THE PARTY OF THE P	15011
- 4	CULEBRA BLUFF:BONE SPRING, SOUTH	10011

Additional Well Information						
11. Work Type New Weil	12. Well Type OIL	13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 3003		
16. Multiple N	17. Proposed Depth 20000	18. Formation 3rd Bone Spring Sand	19. Contractor	20. Spud Date 10/19/2019		
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water		

We will be using a closed-loop system in lieu of lined pits

21, Proposed Casing and Cement Program								
Type	Control Section Of Company Section of Company Fellmated TOC							
Surf	17.5	13.375	61	350	275	0		
Int1	12.25	10.75	40.5	2700	425	0		
Bred	0.75	10.73	20	20000	850	9100		

Casing/Cement Program: Additional Comments	

22. Proposed Blowout Prevention Program					
Type	Working Pressure	Test Pressure	Manufacturer		
Annular	5000	3500	Hydril		
Double Ram	10000	5000	Cameron		
	10000	5000	Cameron		
Pipe	10000	0000			

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC				O'IL CONSEI	RVATION DIVISION
Signature:	Electronically filed by Kris	din I. Cross	Approved By:	Raymond Podany	
Printed Name:	Electronically filed by Kris	un L Gray	дристес оу.		
Title:			Title:	Geologist	
Email Address:	kristing@kfoc.net		Approved Date:	2/19/2019	Expiration Date: 2/19/2021
Liliali Addiess.		212 121 122	Conditions of Ap	and Attached	
Date: 1/30/2019 Phone: 918-491-4209			Conditions of Ap	provai Attached	

Well cannot be spud until new financial assurance requirements than been met

2-21-19 ry

Klein, Ranell, EMNRD

From:

Klein, Ranell, EMNRD

Sent:

Thursday, February 21, 2019 9:01 AM

To:

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 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