

data

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesia

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No. NMNM0504364B
6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well [X] Oil Well [] Gas Well [] Other
2. Name of Operator PERCUSSION PETRO OPERATING LLC Contact: MICHAEL MARTIN
3a. Address 919 MILAM STREET SUITE 2475 HOUSTON, TX 77002
3b. Phone No. (include area code) Ph: 281-974-6817
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 34 T19S R25E NWNE 486FNL 1359FEL 32.623093 N Lat, 104.468346 W Lon

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

Table with 2 columns: TYPE OF SUBMISSION and TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production (Start/Resume), Water Shut-Off, etc.

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. Percussion Petroleum respectfully requests approval for off lease water disposal from the South Boyd Federal Com Facility...

The following South Boyd Federal Com wells are actively producing into the South Boyd Federal Com Facility:

Table listing well completions: SOUTH BOYD FEDERAL COM 13H 3001544880 NMNM0504364B, SOUTH BOYD FEDERAL COM 14H 3001544881 NMNM0504364B, SOUTH BOYD FEDERAL COM 18H 3001544685 NMNM0504364B, SOUTH BOYD FEDERAL COM 19H 3001544686 NMNM0504364B

RECEIVED OCT 12 2018 DISTRICT II-ARTESIA OGD Accepted For Record NMOC D [Signature]

14. I hereby certify that the foregoing is true and correct. Electronic Submission #434633 verified by the BLM Well Information System For PERCUSSION PETRO OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by DEBORAH MCKINNEY on 09/11/2018 (18DLM0695SE)

Name (Printed/Typed) DAVID HARSELL Title CONSULTANT Signature (Electronic Submission) Date 09/10/2018

ACCEPTED FOR RECORD SEP 17 2018 BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved By Title Office

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.

(Instructions on page 2)

** BLM REVISED **

Additional data for EC transaction #434633 that would not fit on the form

32. Additional remarks, continued

The South Boyd Federal Com Facility produced water information:

Formation: Yeso ✓

Water Production: 3000 BWPD ✓

Onsite Storage: Produced water is stored in four(4) 1000 bbl fiberglass tanks ✓

Transportation: Produced water is pumped from the South Boyd Federal Com Facility into the Dagger Draw Water Disposal System through a series of 4 in and 8 in polylines that distribute the water to five(5) permitted disposal wells. ✓

The Dagger Draw Water Disposal System consists of the following active permitted wells:

AIKMAN SWD STATE 1 API#3001521045

B&B 22 SWD #001 API#3001528430

HOLSTUN SWD 1 API#3001521141

OSAGE BOYD 15 SWD 1 API#3001528992

SECRET ETAL 1 (SWD) API#3001522321

(See attached for additional information)

Percussion Petroleum respectfully requests approval for off lease water disposal from the South Boyd Federal Com Facility and the four(4) active producing wells noted below into the Percussion Petroleum operated Dagger Draw Water Disposal System that consists of five(5) permitted disposal wells.

The following South Boyd Federal Com wells are actively producing into the South Boyd Federal Com Facility:

Completion	API#	Surf Location	NM Lse #	Formation	Pool Code
SOUTH BOYD FEDERAL COM 13H	3001544880	(A)-34-19S-25E	NMNM0504364B	Yeso	97565
SOUTH BOYD FEDERAL COM 14H	3001544881	(A)-34-19S-25E	NMNM0504364B	Yeso	97565
SOUTH BOYD FEDERAL COM 18H	3001544685	(B)-34-19S-25E	NMNM0504364B	Yeso	97565
SOUTH BOYD FEDERAL COM 19H	3001544686	(B) 34-19S-25E	NMNM0504364B	Yeso	97565

The South Boyd Federal Com Facility produced water information:

Formation:	Yeso
Water Production:	3000 BWPD
Onsite Storage:	Produced water is stored in four(4) 1000 bbl fiberglass tanks
Transportation:	Produced water is pumped from the South Boyd Federal Com Facility into the Dagger Draw Water Disposal System through a series of 4 in and 8 in polylines that distribute the water to five(5) permitted disposal wells.

The Dagger Draw Water Disposal System consists of the following active permitted wells:

Completion	API#	Surf Location	Pool Code	SWD Permit#
AIKMAN SWD STATE 1	3001521045	(N) 27-19S-25E	SWD Devonian 96101	SWD-417 
B&B 22 SWD #001	3001528430	(B) 22-19S-25E	SWD Cisco – Canyon 96186	SWD-1718
HOLSTUN SWD-1	3001521141	(B) 4-20S-25E	SWD Devonian 96101	TBD*
OSAGE BOYD 15 SWD 1	3001528992	(F) 15-19S-25E	SWD Cisco – Canyon 96186	SWD-1717
SECRET ET AL 1 (SWD)	3001522321	(B) 07-19S-26E	SWD Canyon R13494 96184	TBD*

TBD* - R. Klein with the NMOCD is reviewing their records to identify the actual SWD Permit# for these 2 long time active SWD wells.