

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-104
Revised August 1, 2011

Submit one copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|--|---|--|
| ¹ Operator name and Address CHISHOLM ENERGY OPERATING, LLC 801 CHERRY ST., SUITE 1200-UNIT 20 FORT WORTH, TX 76102 | | ² OGRID Number 372137 |
| | | ³ Reason for Filing Code/ Effective Date RT-12/20/2018 |
| ⁴ API Number 30 - 025-45006 | ⁵ Pool Name LUSK; BONE SPRING, EAST | ⁶ Pool Code 41442 |
| ⁷ Property Code 322152 | ⁸ Property Name DIAMONDBACK 24-25 FED COM 2BS | ⁹ Well Number 1H |

II. ¹⁰ Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A | 24 | 19S | 32E | | 125 | NORTH | 750 | EAST | LEA |

¹¹ Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------------------|--|-----------------------------------|-----------------------------------|---------|------------------------------------|------------------|-------------------------------------|----------------|--------|
| O | 25 | 19S | 32E | | 110 | SOUTH | 2120 | EAST | LEA |
| ¹² Use Code F | ¹³ Producing Method Code F | ¹⁴ Gas Connection Date | ¹⁵ C-129 Permit Number | | ¹⁶ C-129 Effective Date | | ¹⁷ C-129 Expiration Date | | |

III. Oil and Gas Transporters

| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ O/G/W |
|---------------------------------|--|---------------------|
| 372603 | 3BEAR DELAWARE OPERATING-NM, LLC | O/G/W |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

IV. Well Completion Data

| | | | | | |
|---------------------------------------|--|--|---|--|-----------------------|
| ²¹ Spud Date 07/30/2018 | ²² Ready Date 12/18/2018 | ²³ TD 20360 MD/10020 TVD | ²⁴ PBD 20345 MD/10020 TVD | ²⁵ Perforations 9845'-20292' | ²⁶ DHC, MC |
| ²⁷ Hole Size | ²⁸ Casing & Tubing Size | ²⁹ Depth Set | | ³⁰ Sacks Cement | |
| 17.5" | 13.375", 54.5#, J-55 | 1220' | | 1025 | |
| 12.25" | 9.625", 40#, HCL-80 | 5510' | | 1895 | |
| 8.75" | 5.5", 20#, P-110 | 20350' | | 3210 | |
| | | | | | |

V. Well Test Data

| | | | | | |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
| ³¹ Date New Oil | ³² Gas Delivery Date | ³³ Test Date | ³⁴ Test Length | ³⁵ Tbg. Pressure | ³⁶ Csg. Pressure |
| ³⁷ Choke Size | ³⁸ Oil | ³⁹ Water | ⁴⁰ Gas | | ⁴¹ Test Method |

⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Jennifer Elrod*
Printed name: JENNIFER ELROD
Title: SR. REGULATORY ANALYST
E-mail Address: JELROD@CHISHOLMENERGY.COM
Date: 12/26/2018 Phone: 817-953-3728

OIL CONSERVATION DIVISION
Approved by: *[Signature]*
Title: Petroleum Engineer
Approval Date: 12/25/18

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**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.
NMNM86144

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on page 28. Well Name and No.
DIAMONDBACK 24-25 FED COM 2BS 1H9. API Well No.
30-025-45006-00-X11. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
CHISHOLM ENERGY OPERATING LLC
Contact: JENNIFER ELROD
Email: jelrod@chisholmenergy.com3a. Address
801 CHERRY STREET SUITE 1200 UNIT 20
FORT WORTH, TX 761023b. Phone No. (include area code)
Ph: 817-953-372810. Field and Pool or Exploratory Area
LUSK; BONE SPRING, EAST

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 24 T19S R32E 125FNL 750FEL
32.652714 N Lat, 103.713600 W Lon11. County or Parish, State
LEA COUNTY, NM**12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|---|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input checked="" type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | COMPLETIONS |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

*****COMPLETIONS SUNDRY*****

11/18/2018-RUN CBL; EST TOC @ 3765'MD

11/19/2018-PRESSURE TEST CSG TO 9830 PSI FOR 30 MIN; GOOD TEST
SET PLUG AT 20298', PERFORATE STAGE 1-20292'-20135'11/23-12/9/2018-PERFORATE STAGES 2 -50, 20105'-9845'; FRAC ALL STAGES W/1202 BBLS HCl + 422990 BBLS SW W/13385749#
100 MESH + 7604558# 40/70 SAND12/16-12/17/2018-DRILL OUT
12/18/2018-TURN OVER TO PRODUCTION
12/20/2018-BEGIN FLOWBACK @ 2:00 PM

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #438355 verified by the BLM Well Information System**For CHISHOLM ENERGY OPERATING LLC, sent to the Hobbs****Committed to AFMSS for processing by PRISCILLA PEREZ on 10/04/2018 (19PP0064SE)**

Name (Printed/Typed) JENNIFER ELROD

Title SENIOR REGULATORY TECH

Signature (Electronic Submission)

Date 12/26/2018

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____

Title _____

Date _____

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Hobbs

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)