State of New Manages och Energy, Minerals and Natural Resource 2019

OIL CONSERVATION 75 Submit 1 Copy To Appropriate District Form C-103 Office Revised July 18, 2013 District I - (575) 393-6161 LL API NO. 1625 N. French Dr., Hobbs, NM 88240 025-45427 OIL CONSERVATION DIVISION 1220 South St. Francis District II - (575) 748-1283 811 S. First St., Artesia, NM 88210 Indicate Type of Lease District III - (505) 334-6178 STATE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe. NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Sidewinder SWD DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1 1. Type of Well: Oil Well Gas Well Other 9. OGRID Number 372338 2. Name of Operator NGL Water Solutions Permian, LLC 3. Address of Operator 10. Pool name or Wildcat 1509 W Wall St. suite 306, Midland, TX 79701 SWD Devonian 4. Well Location North line and 18 Unit Letter O East 1756 feet from the feet from the line Range 34E **NMPM** Section 15 Township 25S County Lea 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3330 GR 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON** CHANGE PLANS \Box COMMENCE DRILLING OPNS.□ P AND A **PULL OR ALTER CASING** \Box MULTIPLE COMPL CASING/CEMENT JOB DOWNHOLE COMMINGLE **CLOSED-LOOP SYSTEM** OTHER: OTHER: Acid Job **X** 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Kerry per our phone conversation on 7/29/19 please see attached procedure for Acid Job. Verbal approval received on 7/29/19 by Kerry Fortner 1/31/19 4/3/19 Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. Manager Regulatory Compliance SIGNATURE > TITLE Sarah Jordan Sarah, Jordan@nglep.com Type or print name E-mail address: For State Use Only TITLE Confliance Office ADATE 8-1-19

APPROVED BY:

Conditions of Approval (if any)



Integrated Petroleum Technologies

1707 Cole Boulevard, Suite 200 | Golden Colorado 80401 | P. 720.420.5700 | www.iptenergyservices.com

Operator: NGL Water Solutions Permian, LLC

Well:

Sidewinder SWD # 1

API#:

30-025-45427

Remediation Procedure

Objective

To safely Acidize with 60,000 gals of 20% HCI at 40 BPM.

Procedure Summary

Line Up services, Travel to location, MIRU Stimulation CO, PUPT to max pressure, Open wellhead, establish injection rate at 40 BPM with filtered produced water, pump 60,000 gals of 20% HCl as designed below. Flush to bottom of well at 40 bpm, Record ISIP and 1 hour bleed off or Vacuum. Close in Master valve, RDMO Stimulation equipment, Shut in for 8 hours, Turn to injection.

Workover Procedure

Pre-Job Safety Requirements

- Rig crew must have adequate & functioning 2-7/8" TIW with attached Ball Valve Key Safety Shower required on location.
- 1 Hold Safety Meeting and review JSA's.
- 2 Line up services.
- 3 Check wellhead pressures..
- 4 Hold Safety Meeting and review JSA's.
- 5 Line up services.
- 6 MU 2 acid tanks (500 bbls each) and place inside containment.
- 7 Spot 4 frac tanks and fill with fresh water. Treat with biocide and KCI Substitue from service company
- 8 MIRU Stimulation Company.
- 9 RU to annulus and pressure to 500 psi. Watch during the acid treatment.
- 10 RD from Annulus and RU to well head, PUPT to max pressure 4,000 psi, Open wellhead.
- 11 Establish an injection rate with fresh water at 40 bpm for 750 bbls.
- 12 Switch to 20% HCI acid.
- 13 Pump 5,000 gals of Non-gelled 20% HCl at 40 BPM
- 14 Pump 10,000 gals of Gelled 20% HCl at 40 BPM
- 15 Pump 10,000 gals of Non-Gelled 20% HCl at 40 BPM
- 16 Pump 10,000 gals of Gelled 20% HCl at 40 BPM
- 17 Pump 10,000 gals of Non-Gelled 20% HCl at 40 BPM
- 18 Pump 10,000 gals of Gelled 20% HCl at 40 BPM
- 19 Pump 5,000 gals of Non-gelled 20% HCl at 40 BPM
- 20 Flush with fresh water to bottom of open hole. 650 bbls at 40 BPM.
- 21 Pump the remaining water away lowering the rate to keep from sucking air.
- 22 Shut down and record ISIP and 1 hour bleed off or Vacuum.
- 23 Shut in wellhead
- 24 Bleed pressure from stimulation equipment
- 25 RU to Annulus and bleed off any pressure.
- 26 RDMO Stimulation Equipment.
- 27 Shut in for 8 hours.
- 28 Turn to injection.
- 29 Clean up location & verify no contamination to environment.

End of Program