Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM11038

SUNDRY NOTICES AND REPORTS ON Water Shad Field MMNM11038

Do not use this form for proposals to drill or to re-enter shad abandoned well. Use form 3160-3 (APD) for such proposals

SUBMIT IN T	RIPLICATE - Other instr	ructions on pa	ge 2		Unit or CA/Agree	ement, Name and/or No.
1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Oth	er				8. Well Name and No. FULLER 14/23 B2	LM FEDERAL COM 1H
Name of Operator MEWBOURNE OIL COMPAN	Contact: J Y E-Mail: jlathan@me	JACKIE LATHA wbourne.com	N.		9. API Well No. 30-015-43858	
3a. Address PO BOX 5270 HOBBS, NM 88241		3b. Phone No. (i Ph: 575-393-	nclude area code) 5905		10. Field and Pool or F CORRAL CANY	Exploratory Area ON BONE SPRING
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description)				11. County or Parish,	State
Sec 14 T22S R34E Mer NMP	NENE 2450FNL 330FWL			.!	EDDY COUNTY	′, NM
12. CHECK THE AP	PROPRIATE BOX(ES)	TO INDICATI	NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION			TYPE OF	ACTION		
☑ Notice of Intent	☐ Acidize	☐ Deepe			ion (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☑ Alter Casing		ulic Fracturing	Reclam		☐ Well Integrity
	Casing Repair	_	Construction	□ Recomp		Other
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☐ Plug a ☐ Plug E	nd Abandon	☐ Tempor	rarily Abandon	
determined that the site is ready for fi MOC would like to change the liner. Please see attachment for cas	7" x 5 1/2" production cas	details.			OIL CONSERVA ARTESIA DISTRIC JAN 2 0 2017 RECEIVED	1 .
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #3 For MEWBOUR				n System	
Name (Printed/Typed) ANDY TAY	/LOR		itle ENGINE	ER		
Signature (Electronic S	ubmission)	Ι	Date 01/12/20	017 .		
	THIS SPACE FO	R FEDERAL	OR STATE	OFFICE A	PPROVED	
Approved By Teling Conditions of approval, if any, are attached ertify that the applicant holds legal or equivition would entitle the applicant to conductive 18 U.S.C. Section 1001 and Title 43 U.S.C. States any false, fictitious or fraudulent is	itable title to those rights in the ct operations thereon. J.S.C. Section 1212, make it a c	not warrant or subject lease	Office	will BURPA	M ENGINEER JAN 1 2 2017 OF LAND MANAGEM	Date Date are now of the United
Instructions on page 2)	OD CURNITIED # 05	SERATOR OF	IDMITTED :	t ODEDAT	DEAU FILLD OFFICE	

SL: 2450' FNL & 330' FWL, Sec 14 BHL: 330' FSL & 330' FWL, Sec 23

1. Geologic Formations

TVD of target	8776'	Pilot hole depth	NA
MD at TD:	16545'	Deepest expected fresh water:	200'

Basin

Dasin	CARCE - The Contractor Con	A Committee and the party of the party of the committee o	all marketing against a market from the color was a section of the
Formation	Depth (TVD)	Water/Mineral Bearing/	Hazards*
	from KB	Target Zone?	
Quaternary Fill	Surface		
Rustler	550	Water	
Top of Salt	2400	Salt	
Castile/Base Salt	2820		
Lamar	3015	Oil	
Bell Canyon			
Cherry Canyon			
Manzanita Marker	4095		
Brushy Canyon			
Bone Spring	6885	Oil/Gas	
1 st Bone Spring Sand			
2 nd Bone Spring Sand	8395	Target Zone	
3 rd Bone Spring Sand			
Abo		T. T	
Wolfcamp		Will Not Penetrate	
Devonian			
Fusselman			
Ellenburger			
Granite Wash	·		

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

SL: 2450' FNL & 330' FWL, Sec 14 BHL: 330' FSL & 330' FWL, Sec 23

2. Casing Program

Hole Size	Casing From	Interval To	Csg. Size	Weight (lbs)	Grade	Conn.	ŠF Collapse	SF Burst	SF Tension
17.5"	0'	575'	13.375"	48	H40	STC	2.47	5.79	11.67
12.25"	0'	2950'	9.625"	36	J55	LTC	1.32	2.29	4.27
8.75"	0'	9051'	7"	26	HCP110	LTC	1.81	2.31	2.72
6.125"	8300'	16545'	4.5"	13.5	P110	LTC	2.34	2.72	3.04
		r		BLM Min	imum Safet	y Factor	1.125	1	1.6 Dry 1.8 Wet

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Must have table for contingency casing

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Is casing API approved? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	17
Is well located in SOPA but not in P. 111. P?	
	Marking English
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	Y
If yes, are there two strings cemented to surface?	Y
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	11

SL: 2450' FNL & 330' FWL, Sec 14 BHL: 330' FSL & 330' FWL, Sec 23

3. Cementing Program

DI CUIII	chung i	1 0 6 1 4 1 11					
Casing	#;Sks	Wt. lb/ gal	Yld ft3/ sack	H ₂ 0 gål/ sk	500# Comp. Strength (hours)	Slurry Description	
Surf.	250	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM	
*	200	14.8	1.34	6.3	5	Tail: Class C + Retarder	
Inter.	445	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM	
	200	14.8	1.34	6.3	5	Tail: Class C + Retarder	
Prod. Stg 1	220	12.5	2.12	11	9	Lead: Class C + Gel + Retarder + Defoamer + Extender	
	400	15.6	1.18	5.2	10	Tail: Class H + Retarder + Fluid Loss + Defoamer	
					ECP/DV T	ool @ 4095'	
Prod.	65	12.5	2.12	11	9	Lead: Class C + Gel + Retarder + Defoamer +	
Stg 2						Extender	
	280I	14.8	1.34	6.3	8	Tail: Class C + Retarder	
Liner	335	11.2	2.97	17	16	Class C + Salt + Gel + Fluid Loss + Retarder + Dispersant + Defoamer + Anti-Settling Agent	

DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Casing String	TOC	% Excess
Surface	0'	100%
Intermediate	0'	25%
Production	2750'	25%
Liner	8300'	25%

SL: 2450' FNL & 330' FWL, Sec 14 BHL: 330' FSL & 330' FWL, Sec 23

4. Pressure Control Equipment

Variance: None

BOP installed and tested before drilling which hole?	Size?	System Rated WP	Тур	é	V	Tested to:
			Annu	lar	X	1250#
			Blind F	Ram		
12-1/4"	13-5/8"	3M	Pipe R	am		
			Double	Ram		
			Other*		•	
			Annu	lar	X	1500#
	}		Blind F	Ram	X	
8-3/4"	13-5/8"	3M	· Pipe Ram		X	2000#
			Double Ram			3000#
			Other*			
]		Annu	lar	X	1500#
	,		Blind F	Ram	X	
6-1/8"	13-5/8"	3M ·	Pipe Ram		X	2000#
			Double	Ram		3000#
			Other*			

^{*}Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

X Formation integrity test will be performed per Onshore Order #2.
On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

Mewbourne Oil Company, Fuller 14/23 B2LM Fed Com #1H

Sec 14, T26S, R29E

SL: 2450' FNL & 330' FWL, Sec 14 BHL: 330' FSL & 330' FWL, Sec 23

	Variar	nce: None				
	Y/N	Are anchors required by manufacturer?				
N	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.					
	•	Provide description here				
	See at	tached schematic.				

5. Mud Program

o. Mad I I o	51 W111				·
De	epth	Type	Weight (ppg)	Viscosity	Water Loss
From	To		14 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	9 harrier in Se	
0	575	FW Gel	8.6-8.8	28-34	N/C
575	2950	Saturated Brine	10.0	28-34	N/C
2950	8300	Cut Brine	8.5-9.5	28-34	N/C
8300	16545	FW w/Polymer	8.5-9.5	30-40	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain	Visual Monitoring
of fluid?	

6. Logging and Testing Procedures

Logg	ging, Coring and Testing.
X	Will run GR/CNL fromTD to surface (horizontal well – vertical portion of hole). Stated
	logs run will be in the Completion Report and submitted to the BLM.
	No Logs are planned based on well control or offset log information.
	Drill stem test? If yes, explain
	Coring? If yes, explain

Ado	litional logs planned	Interval					
X	Gamma Ray	8300' (KOP) to TD					
	Density						
	CBL						
	Mud log						
	PEX						

SL: 2450' FNL & 330' FWL, Sec 14 BHL: 330' FSL & 330' FWL, Sec 23

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	3774 psi
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers in surface hole.

Hydı	Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S								
is detected in concentrations greater than 100 ppm, the operator will comply with the provisions									
of.O	nshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and								
form	formations will be provided to the BLM.								
	H2S is present								
X	H2S Plan attached								

8. Other facets of operation

Is this a walking operation? If yes, describe. Will be pre-setting casing? If yes, describe.

Attachments						
Directional Plan						
Other, describe						

High Cave Karst: two casing strings, both to circulate cement to surface.

	rface csg i		17 1/2	inch hole.				SURFACE	# #125 # A137 # A
Segment	#/ft	Grade		Coupling	Joint ⊳	Collapse	Burst	Length	Weight
"A"	48.00	H		ST&C	14.91	3.83	1.13	450	21,600
"B"								0	0.
w/8.4#/g	mud, 30min S	fc Csg Test psig: :	1,015	Tail Cmt	does not	circ to sfc.	Totals:	450	21,600
Comparison o	f Proposed	to Minimum R	equired Cer	ment Volumes					
Hole	Annular	1 Stage	1 Stage	W Min	1 Stage	Drilling 🧳	Calc	Reg'd ⇒₄	Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
17 1/2	0.6946	450	798	367	117	8.60	883	2M	1.56
The same of the sa		NAMES OF THE PARTY		a man and and the state of	and incredental and state of the second of	Management and the state of the	•	A Agriculture of the Control of the	
								•	

95/8 si	ing inside	the	133/8			Design Fa	ctors 1	NTERMEDÍAT	TE !
Segment	∦ #/ft.	Grade		Coupling	Joint	Collapse	Burst	Length	Weight
1 "A"	36.00	J t		LT&C	4.27	1.32	0.91	2,950	106,200
"B"				对。我把握起 等。被	17.401.16			0.0	0 0
w/8.4#/g r	nud, 30min Sf	c Csg Test psig: 🤅	l,177		1		Totals	2,950	106,200
The	cement vol	ume(s) are inte	ended to ac	hieve a top of	0 '		urface or a	450	overlap.
Hole	Annular	⊬ 1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	∛ Req'd	Min Dist
Size	Volume	⊜ Cmt Sx 🦠	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
12 1/4	0.3132	645	1211	971	25	10.00	1944	**: 2M	0.81
DUISL FLAC	•			,					

· · · · · · · · · · · · · · · · · · ·			7 /F AMEN' AV ADMIN' AV			,		# 400 F 800 # 40	, , , , , , , , , , , , , , , , , , ,
7	sing inside t		9 5/8	_		Design Fa	<u>ictors</u> f	PRODUCTION	N
Segment	/ #/ft	Grade		∴Coupling	√ Joint⊸	Collapse	Burst	Length	Weight
"A"	26.00	HCP	110	LT&C	3.10	2.13	2.15	8,300	215,800
B	17.00	p	110	# BUTT	5.56	1.69	2.29	751	12,767
"C"	The state of the s			And the second s				0	0
"D"					和福祉			0/3/	0
w/8.4#/g	mud, 30min Sfc	Csg Test psig:	1,826				Totals:	9,051	228,567
В	would be:				67.46	1.93	if it were a	vertical we	llbore.
#REF!			MTD	Max VTD	Csg VD	Curve KOP	Doglego	Severity®	MEOC
į.			9051	8776	8776	8300	90	12	9050.9
The	e cement volu	me(s) are into	ended to ac	hieve a top of	2750	ft from si	urface or a	200	overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd	Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
8.3/4	0.1503	look V	0	956		8:50	2327	3M	0.55
Setti	ng Depths for	D V Tool(s):	4095		•		sum of sx	Σ CuFt	<u>Σ%excess</u>
% exces	s cmt by stage:	25	32				785	1210	27

Tail cm									
4 1/2	er w/top @	D	8300		-	esign Facto		LINER	
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length"	Weight
"A"	13.50	•	110	LT&C	4.46	2.01	2.68	8,245	111,308
"B"	FINE WALKE	FARANCE.						0	0 1
w/8.4#,	g mud, 30min S	fc Csg Test psig: 2	2,311				Totals:	8,245	111,308
Α	Segment D	esign Factors	would be	į	2.38	2.3	if it were a v	ertical wellb	ore.
#REF!	•		MTD .	Max VTD	Csg VD	Curve KOP	Dogleg®	Severity®	MEOC
	•		16545	10504	10504	8300	90	12	9050.9
TI	ne cement vol	ume(s) are inte	ended to ac	hieve a top of	8300	ft from su	ırface or a	751	overlap.
Hole	Annular	1 Stage	1 Stage	S Min	1 Stage	Drilling 🖟	Calc	Req'd	Min Dist
Size.	Volume	Cmt Sx	CuFt Cmt	d Cu Ft	% Excess	→ Mud Wt	MASP	BOPE	Hole-Cplg :
6 1/8	0.0942	335	995	782	27	8.50			0.56
Cidos in tail		(Capitan Reef	est top XXXX.					1
						*	_		É

All previous COA still apply except the following:

The 7 inch production casing must be kept liquid filled while running into hole to meet minimum BLM requirements for collapse.

- 1. The minimum required fill of cement behind the 7 inch production casing is:

 Operator has proposed DV tool at depth of 4095'. DV tool shall be set a minimum of 50' below previous shoe and a minimum of 200' above current shoe. Operator shall submit sundry if DV tool depth cannot be set in this range.
 - a. First stage to DV tool:
 - Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job. Operator should have plans as to how they will achieve circulation on the next stage.
 - b. Second stage above DV tool:
 - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification

Formation below the 7" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

- 2. The minimum required fill of cement behind the **4-1/2** inch production liner is:
 - Cement should tie-back to the top of the liner. Operator shall provide method of verification.