

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM OIL CONSERVATION

ARTESIA DISTRICT

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

JUN 13 2017

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.

RECEIVED

SUBMIT IN TRIPLICATE - Other instructions on page 2

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM01165 |
| 2. Name of Operator MEWBOURNE OIL COMPANY | | 6. If Indian, Allottee or Tribe Name |
| Contact: JACKIE LATHAN E-Mail: jlathan@mewbourne.com | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3a. Address PO BOX 5270 HOBBS, NM 88241 | 3b. Phone No. (include area code) Ph: 575-393-5905 | 8. Well Name and No. DERRINGER 18 B3EH FED 2H |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 18 T20S R29E Mer NMP SWNW 1860FNL 330FEL | | 9. API Well No. 30-015-43578 |
| | | 10. Field and Pool or Exploratory Area RUSSEL BONE SPRING |
| | | 11. County or Parish, State EDDY 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 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 | |
| | <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.

05/14/17 Frac Bone Spring from 9156' MD (8892' TVD) to 13060' MD (8996' TVD). 684 holes, 0.38" EHD, 60 degree phasing. Frac in 20 stages w/7,688,772 gals slickwater, carrying 5,396,740# 100 Mesh sand & 2,529,832# 30/50 sand.

Flowback well for cleanup.

05/19/17 RIH w/2 7/8" 6.5# L80 tbg & GLV's to 8188'

05/22/17 PWOL for initial sales.

*Performations Do Not Match Frac Disclosure Intervals
Please Correct.*

| | |
|--|---------------------------------|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #378064 verified by the BLM Well Information System For MEWBOURNE OIL COMPANY, sent to the Carlsbad | |
| Name (Printed/Typed) JACKIE LATHAN | Title AUTHORIZED REPRESENTATIVE |
| Signature (Electronic Submission) | Date 06/06/2017 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------|---|
| Approved By _____ | Title _____ | Pending BLM approvals will subsequently be reviewed and scanned |
| 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 _____ | |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly ar States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #378064 that would not fit on the form

32. Additional remarks, continued

Bond on file: NM1693 nationwide & NMB000919

Bond on file: 22015694 nationwide & 022041703 Statewide