	NIM OIL	CONSERVA	TION						
Form 3160-3 (March 2012)	inte I	DEC 19 2017		FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014 5. Lease Serial No. NMNM 11038					
UNITED STATES DEPARTMENT OF THE BUREAU OF LAND MAN	, INTERIOR								
APPLICATION FOR PERMIT TO				6. If Indian, Allotee	or Tribe Name				
la. Type of work: DRILL REENT	ER			7 If Unit or CA Agre	eement, Name and No.				
lb. Type of Well: Oil Well 🔽 Gas Well 💭 Other	S in	gle Zone 🔲 Multi	ple Zone	8. Lease Name and FULLER 14/11 W2	2HA FED 3H 3205/4				
2. Name of Operator MEWBOURNE OIL COMPANY	1	14744		9. API Well No. 30 - 0	15 - 44/60 Exploratory				
3a. Address PO Box 5270 Hobbs NM 88240	3b. Phone No. (575)393-5	(include area code) 905			Exploratory /OLFCAMP GAS / WO				
4. Location of Well (Report location clearly and in accordance with an At surface SENE / 2500 FNL / 435 FEL / LAT 32.04242	• •			11. Sec., T. R. M. or B SEC 14 / T26S / R	Blk. and Survey or Area				
At proposed prod. zone NENE / 330 FNL / 440 FEL / LAT	32.063218 / L	ONG -103,94689	53						
 Distance in miles and direction from nearest town or post office* 25 miles 			2 4	12. County or Parish EDDY	13. State NM				
 15 Distance from proposed* location to nearest 330 feet property or lease line, ft. (Also to nearest drig. unit line, if any) 	16. No. of a 1240	res in lease	17, Spacir 480	ng Unit dedicated to this	well				
 Distance from proposed location* to nearest well, drilling, completed, 35 feet applied for, on this lease, ft. 	19. Proposed 11364 feet	Depth / 18640 feet	20. BLM/ FED: N	/BIA Bond No. on file IM1693					
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 2949 feet	22. Approxim	nate date work will sta	irt*	23. Estimated duratio 60 days	'n				
	24. Attac	<u>~</u>	···· <u></u>						
The following, completed in accordance with the requirements of Onsho	ore Oil and Gas	Order No.1, must be a	ittached to th	iis form:					
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). 	Lands, the	Item 20 above). 5. Operator certifi	cation		n existing bond on file (see s may be required by the				
25. Signature		(Printed/Typed) ey Bishop / Ph: (57	75)202 50	05	Date 05/22/2017				
(Electronic Submission) Title	Draui			00	03/22/2017				
Regulatory Approved by (Signature)	Name	(Printed/Typed)			Date				
(Electronic Submission)	Cody	Layton / Ph: (575)	234-5959		12/12/2017				
Title Supervisor Multiple Resources	1	SBAD							
Application approval does not warrant or certify that the applicant hole conduct operations thereon. Conditions of approval, if any, are attached.	ds legal or equit	able title to those righ	its in the sul	bject lease which would e	entitle the applicant to				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a c States any false, fictitious or fraudulent statements or representations as	crime for any pe to any matter w	erson knowingly and ithin its jurisdiction.	willfully to r	nake to any department of	or agency of the United				
(Continued on page 2)					tructions on page 2)				
APPRO	YED WIT	H CONDIT	ONS						

approval Date: 12/12/2017

25.2.2x

NSP - Required RwP. -12-22-17

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

NOTICE

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts. ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

 SHL: SENE / 2500 FNL / 435 FEL / TWSP: 26S / RANGE: 29E / SECTION: 14 / LAT: 32.0424232 / LONG: -103.946655 (TVD: 0 feet, MD: 0 feet) PPP: SESE / 0 FSL / 400 FEL / TWSP: 26S / RANGE: 29E / SECTION: 11 / LAT: 32.049273 / LONG: -103.946665 (TVD: 11324 feet, MD: 13900 feet) PPP: SENE / 2700 FNL / 424 FEL / TWSP: 26S / RANGE: 29E / SECTION: 11 / LAT: 32.056693 / LONG: -103.946673 (TVD: 11330 feet, MD: 16600 feet) PPP: SENE / 2365 FSL / 435 FEL / TWSP: 26S / RANGE: 29E / SECTION: 14 / LAT: 32.0429247 / LONG: -103.9466331 (TVD: 11154 feet, MD: 11200 feet) BHL: NENE / 330 FNL / 440 FEL / TWSP: 26S / RANGE: 29E / SECTION: 11 / LAT: 32.063218 / LONG: -103.9466933 (TVD: 11364 feet, MD: 18640 feet)

BLM Point of Contact

Name: Priscilla Perez Title: Legal Instruments Examiner Phone: 5752345934 Email: pperez@blm.gov

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

PECOS DISTRICT DRILING OPERATIONS CONDITIONS OF APPROVAL

ODEDATOD'S NAME.	MEWBOURNE OIL COMPANY
	NMNM11038
	3H – Fuller 14 11 W2HA Federal
SURFACE HOLE FOOTAGE:	
BOTTOM HOLE FOOTAGE	330'/N & 440'/E
LOCATION:	Section 14 T.26 S., R.29 E., NMP
COUNTY:	EDDY County, New Mexico

I. SPECIAL REQUIREMENT(S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

II. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,

Page 1 of 6

(575) 361-2822

- 1. Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.
- 2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- 3. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works is located, this does not include the dog house or stairway area.
- 4. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

III. CASING

Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) for Water Basin:

After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the

Page 2 of 6

driller's log. See individual casing strings for details regarding lead cement slurry requirements.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Medium Cave/Karst

Possibility of water flows in the Salado and Castile. Possibility of lost circulation in the Red Beds, Rustler, and Delaware.

- 1. The 13-3/8 inch surface casing shall be set at approximately 645 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If salt is encountered, set casing at least 25 feet above the salt.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Medium Cave/Karst: If cement does not circulate to surface on the intermediate casing, the cement on the production casing must come to surface.

- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst. Excess calculates to 25% Additional cement may be required.

Centralizers required through the curve and a minimum of one every other joint.

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

Operator has proposed DV tool at depth of 4105', but will adjust cement proportionately if moved. 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 approved top of cement on the next stage.
- b. Second stage above DV tool:
- Cement to surface. If cement does not circulate, contact the appropriate BLM office.
- 4. The minimum required fill of cement behind the 4-1/2 inch production Liner is:

Cement as proposed by operator. Operator shall provide method of verification.

5. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

IV. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

Page 4 of 6

- Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be 10,000 (10M) psi. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 3.
- 4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. The tests shall be done by an independent service company utilizing a test plug **not a cup or J-packer**. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (18 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - d. The results of the test shall be reported to the appropriate BLM office.
 - e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
 - f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.

V. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

VI. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

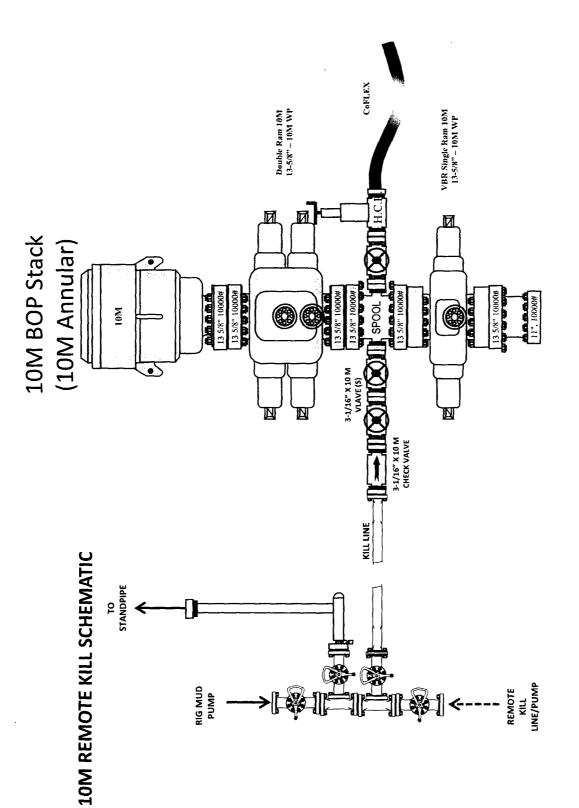
VII. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

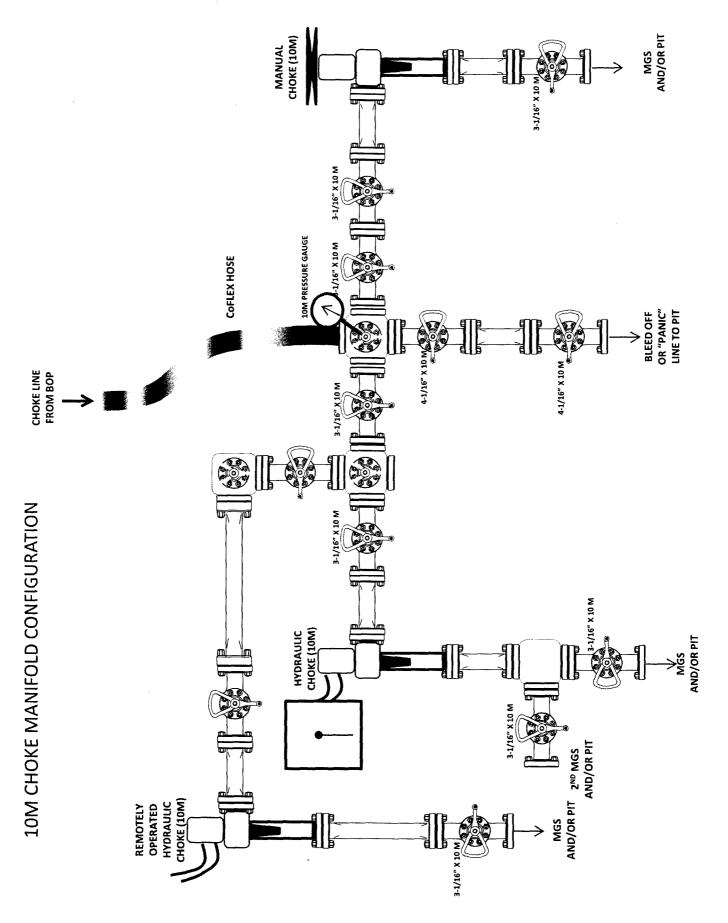
CLN 10302017





Approval Date: 12/12/2017

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	MEWBOURNE OIL COMPANY
LEASE NO.:	NMNM11038
WELL NAME & NO.:	3H –Fuller 14 11 W2HA Federal
SURFACE HOLE FOOTAGE:	2500'/S & 435'/E
BOTTOM HOLE FOOTAGE	330'/N & 440'/E
LOCATION:	Section 14 T.26 S., R.29 E., NMP
COUNTY:	EDDY County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
Noxious Weeds
🖾 Special Requirements
Cave/Karst
Watershed
Phantom Bank Heronries
Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
Production (Post Drilling)
Well Structures & Facilities
Interim Reclamation
Final Abandonment & Reclamation

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Cave and Karst

** Depending on location, additional Drilling, Casing, and Cementing procedures may be required by engineering to protect critical karst groundwater recharge areas.

Cave/Karst Surface Mitigation

The following stipulations will be applied to minimize impacts during construction, drilling and production.

Construction:

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

No Blasting:

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

Pad Berming:

The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.

- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g. caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)

Tank Battery Liners and Berms:

Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain $1\frac{1}{2}$ times the content of the largest tank.

Leak Detection System:

Page 3 of 13

A method of detecting leaks is required. The method could incorporate gauges to measure loss, situating values and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

Automatic Shut-off Systems:

Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Cave/Karst Subsurface Mitigation

The following stipulations will be applied to protect cave/karst and ground water concerns:

Rotary Drilling with Fresh Water:

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

Directional Drilling:

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

Lost Circulation:

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cavebearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

Abandonment Cementing:

Upon well abandonment in high cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

Pressure Testing:

Annual pressure monitoring will be performed by the operator on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

Watershed

• The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the

Page 4 of 13

well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.

• Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

Phantom Bank Heronries

Surface disturbance will not be allowed within up to 200 meters of active heronries or by delaying activity for up to 120 days, or a combination of both.

Exhaust noise from engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

Page 5 of 13

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Page 6 of 13

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

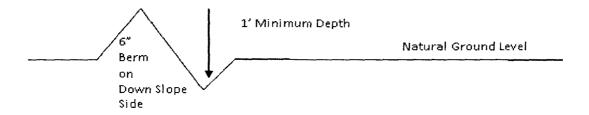
Drainage

Page 7 of 13

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope: 400' + 100' = 200' lead-off ditch interval 4%

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

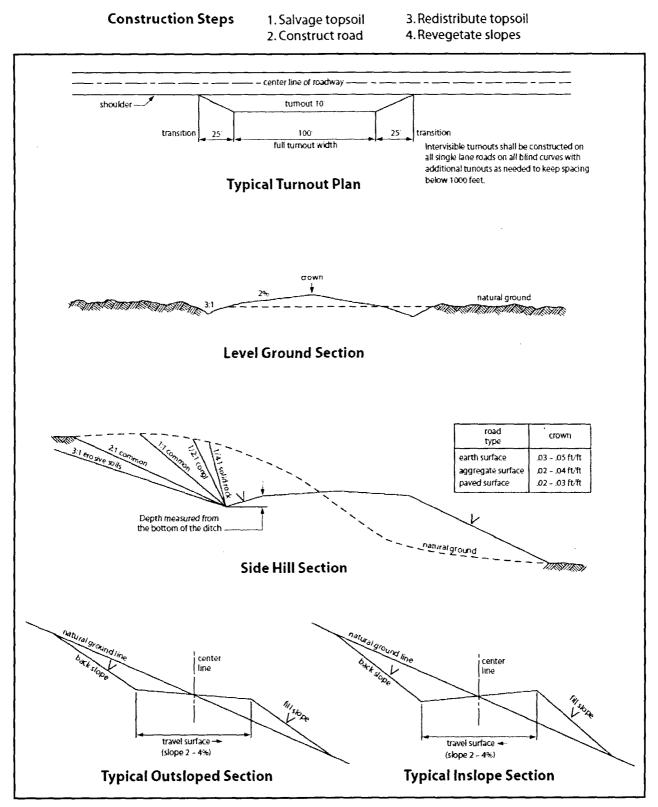
Fence Requirement

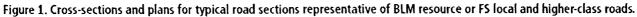
Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Page 8 of 13





Page 9 of 13

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Page 10 of 13

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, <u>Shale Green</u> from the BLM Standard Environmental Color Chart (CC-001: June 2008).

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Page 12 of 13

Seed Mixture 1 for Loamy Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed shall be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed shall be planted using a drill equipped with a depth regulator to ensure proper depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture shall be evenly and uniformly planted over the disturbed area (small/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed shall be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre shall be doubled. The seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>
Plains lovegrass (Eragrostis intermedia)	0.5
Sand dropseed (Sporobolus cryptandrus)	1.0
Sideoats grama (Bouteloua curtipendula)	5.0
Plains bristlegrass (Setaria macrostachya)	2.0

*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed

Page 13 of 13



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Bradley Bishop		Signed on: 05/11/2017
Title: Regulatory		
Street Address: PO Box 5270		
City: Hobbs	State: NM	Zip: 88240
Phone: (575)393-5905		
Email address: bbishop@mew	pourne.com	
Field Representati	ve	
Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		

WAFMSS

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



APD ID: 10400013830
Operator Name: MEWBOURNE OIL COMPANY
Well Name: FULLER 14/11 W2HA FED
Well Type: CONVENTIONAL GAS WELL

Submission Date: 05/22/2017

Well Number: 3H Well Work Type: Drill Highlighted data reflects the most recent changes

Show Final Text

Section 1 - General

APD ID: 10400013830	Tie to previous NOS?	Submission Date: 05/22/2017
BLM Office: CARLSBAD	User: Bradley Bishop	Title: Regulatory
Federal/Indian APD: FED	Is the first lease penetrated for	r production Federal or Indian? FED
Lease number: NMNM 11038	Lease Acres: 1240	
Surface access agreement in place	e? Allotted? Res	ervation:
Agreement in place? NO	Federal or Indian agreement:	
Agreement number:		
Agreement name:		
Keep application confidential? YE	S	
Permitting Agent? NO	APD Operator: MEWBOURNE	OIL COMPANY
Operator letter of designation:	Fuller14 11W2HAFed3H operatorletterof	designation 20170830103235.pdf

Operator Info

Operator Organization Name: MEWBOURNE OIL COMPANY
Operator Address: PO Box 5270
Operator PO Box:
Operator City: Hobbs State: NM
Operator Phone: (575)393-5905
Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO	Mater Development Plan name):							
Well in Master SUPO? NO	Master SUPO name:								
Well in Master Drilling Plan? NO	Master Drilling Plan name:								
Well Name: FULLER 14/11 W2HA FED	Well Number: 3H Well API Number:								
Field/Pool or Exploratory? Field and Pool	Field Name: PURPLE-SAGE Pool Name: WOLFCAMP WOLFCAMP GAS								
Is the proposed well in an area containing other mineral resources? USEABLE WATER									

Operator Name: MEWBOURNE OIL COMPANY Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Describe other minerals:						
Is the proposed well in a Helium produ	iction area? N	Use Existing Well Pad?	NO	New surface disturbance?		
Type of Well Pad: SINGLE WELL		Multiple Well Pad Name	:	Number:		
Well Class: HORIZONTAL		Number of Legs:				
Well Work Type: Drill						
Well Type: CONVENTIONAL GAS WELL	L					
Describe Well Type:						
Well sub-Type: APPRAISAL						
Describe sub-type:						
Distance to town: 25 Miles	Distance to ne	arest well: 35 FT	Distanc	e to lease line: 330 FT		
Reservoir well spacing assigned acres	Measurement:	480 Acres				
Well plat: Fuller14_11W2HAFed3H_v	wellplat_201708	30103634.pdf				
Well work start Date: 08/08/2017		Duration: 60 DAYS				

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	QW	TVD
SHL Leg #1	250 0	FNL	435	FEL	26S	29E	14	Aliquot SENE	32.04242 32	- 103.9469 525	EDD Y	MEXI	NEW MEXI CO	F	NMNM 11038	294 9	0	0
KOP Leg #1	250 0	FNL	435 `	FEL	26S	29E	14	Aliquot SENE	32.04242 32	- 103.9469 525	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 11038	- 779 9	107 48	107 48
PPP Leg #1	236 5	FSL	435	FEL	26S	29E	14	Aliquot SENE	32.04292 47	- 103.9466 331	EDD Y		NEW MEXI CO	F	NMNM 11038	- 820 5	112 00	111 54 .

Vertical Datum: NAVD88

Operator Name: MEWBOURNE OIL COMPANY Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
PPP Leg #1	270 0	FNL	424	FEL	26S	29E	11	Aliquot SENE	32.05669 3	- 103.9466 73	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 11039	- 838 1	166 00	113 30
PPP Leg #1	0	FSL	400	FEL	26S	29E	11	Aliquot SESE	32.04927 3	- 103.9466 65	EDD Y	NEW MEXI CO		F	NMNM 121953	- 837 5	139 00	113 24
EXIT Leg #1	330	FNL	440	FEL	26S	29E	11	Aliquot NENE	32.06321 8	- 103.9468 963	EDD Y	1	NEW MEXI CO	F	NMNM 11039	- 841 5	186 40	113 64
BHL Leg #1	330	FNL	440	FEL	26S	29E	11	Aliquot NENE	32.06321 8	- 103.9468 963	EDD Y	NEW MEXI CO		F	NMNM 11039	- 841 5	186 40	113 64

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United States Department of the Interior Bureau of Land Management Carlsbad Field Office 620 E Greene Street Carlsbad, New Mexico 88201-1287

Statement Accepting Responsibility for Operations

Operator Name:	Mewbourne Oil Company
Street or Box:	P.O. Box 5270
City, State:	Hobbs, New Mexico
Zip Code:	88241

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted of the leased land or portion thereof, as described below.

Lease Number:NMNM 11038, NMNM 121953, NMNM 11039Legal Description of Land:Section 14, T-26S, R-29E Eddy County, New Mexico.
Location @ 2500' FNL & 435' FELFormation (if applicable):WolfcampBond Coverage:\$150,000

BLM Bond File:

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NM1693 Nationwide, NMB - 000919

Approved by:

Name: Robin Terrell Title: District Manager Date: <u>05-09-2017</u>. Operator Name: MEWBOURNE OIL COMPANY

Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Pressure Rating (PSI): 5M Rating Depth: 18650

Equipment: Annular, Pipe Ram, Blind Ram

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. A variance is requested for the use of a multi-bowl wellhead. See attached schematic.

Testing Procedure: Test Annular to 2500# Test BOP to 5000# BOPE will be tested by an independent service company per Onshore Order 2.

Choke Diagram Attachment:

Fuller_14_11_W2HA_Fed_3H_5M_BOPE_Choke_Diagram_05-22-2017.pdf

Fuller_14_11_W2HA_Fed_3H_Flex_Line_Specs_05-22-2017.pdf

BOP Diagram Attachment:

Fuller_14_11_W2HA_Fed_3H_5M_BOPE_Schematic_05-22-2017.pdf

Fuller_14_11_W2HA_Fed_3H_Multi_Bowl_WH_05-22-2017.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	645	0	645	-8415	-9060	645	H-40	48	STC	2.55	5.73	DRY	10.4	DRY	17.4 7
	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	3030	0	3030	-8415	- 11445		J-55	36	LTC	1.28	2.23	DRY	4.15	DRY	5.17
-	PRODUCTI ON	8.75	7.0	NEW	API	N	0	11450	0	11285	-8415	- 19700	11450	P- 110	26	LTC	1.4	1.78	DRY	2.19	DRY	2.79
4		6.12 5	4.5	NEW	API	N	10739	18650	10739	11353		- 19768		P- 110	13.5	LTC	1.39	1.62	DRY	3.16	DRY	3.95

Casing Attachments

Well Number: 3H

Casing Attachments	
Casing ID: 1 String Type: SURFACE	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Fuller_14_11_W2HA_Fed_3H_Csg_Assumptions_20170829082659.pdf	
Casing ID: 2 String Type: INTERMEDIATE	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Fuller_14_23_W2HA_Fed_3H_Csg_Assumptions_05-22-2017.pdf	
Casing ID: 3 String Type:PRODUCTION	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
rapered outing opec.	
Casing Design Assumptions and Worksheet(s):	
Fuller_14_11_W2HA_Fed_3H_Csg_Assumptions_20170829082719.pdf	

Well Number: 3H

Casing Attachments

Casing ID: 4 String Type:LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Fuller_14_11_W2HA_Fed_3H_Csg_Assumptions_20170829082751.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	400	300	2.12	12.5	636	100	Class C	Salt, Gel, Extender, LCM
SURFACE	Tail		400	645	200	1.34	14.8	268	100	Class C	Retarder
INTERMEDIATE	Lead		0	2376	460	2.12	12.5	975	25	Class C	Salt, Gel, Extender, LCM
INTERMEDIATE	Tail		2376	3030	200	1.34	14.8	268	25	Class C	Retarder
PRODUCTION	Lead	4185	2830	3517	65	2.12	12.5	138	25	Class C	Gel, Retarder, Defoamer, Extender
PRODUCTION	Tail		3517	4185	100	1.34	14.8	134	25	Class C	Retarder
PRODUCTION	Lead	4185	4185	8874	420	2.12	12.5	890	25	Class C	Gel, Retarder, Defoamer, Extender
PRODUCTION	Tail		8874	1145 0	400	1.18	15.6	472	25	Class H	Retarder, Fluid Loss, Defoamer
LINER	Lead		1073 9	1865 0	320	2.97	11.2	950	25	Class C	Salt, Gel, Fluid Loss, Retarder, Dispersant, Defoamer, Anti-Settling Agent

Operator Name: MEWBOURNE OIL COMPANY Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Lost circulation material Sweeps Mud scavengers in surface hole

Describe the mud monitoring system utilized: Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	645	SPUD MUD	8.6	8.8							
645	3030	SALT SATURATED	10	10							
3030	1073 9	WATER-BASED MUD	8.6	9.5							
1073 9	1135 3	OIL-BASED MUD	10	13							MW up to 13.0 ppg may be required for shale control. The highest MW needed to balance formation pressure is expected to be 12.0 ppg.

Operator Name: MEWBOURNE OIL COMPANY **Well Name:** FULLER 14/11 W2HA FED

Well Number: 3H

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures: Will run GR/CNL from KOP (10739') to surface List of open and cased hole logs run in the well: CNL,DS,GR,MWD,MUDLOG Coring operation description for the well: None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7085 Ar

Anticipated Surface Pressure: 4587.34

Anticipated Bottom Hole Temperature(F): 165

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Fuller_14_11_W2HA_Fed_3H_H2S_Plan_05-22-2017.pdf

Section 8 - Other Information

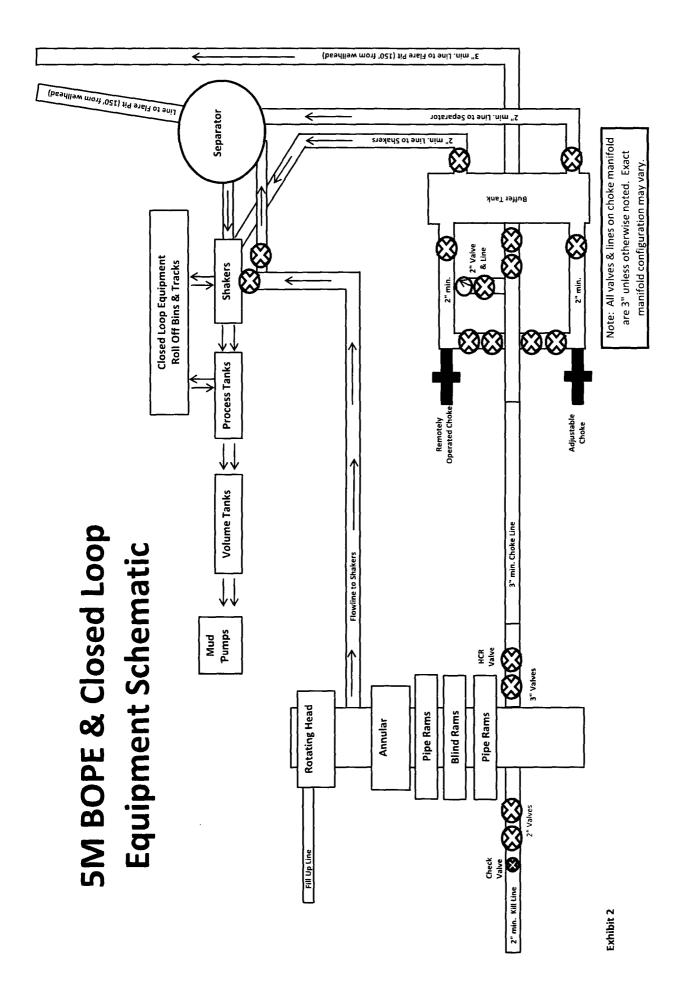
Proposed horizontal/directional/multi-lateral plan submission:

Fuller_14_11_W2HA_Fed_3H_Dir_Plan_20170829083058.pdf Fuller_14_11_W2HA_Fed_3H_Dir_Plot_20170829083059.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Fuller_14_11_W2HA_Fed_3H_Drlg_Program_20170829083045.doc Other Variance attachment:

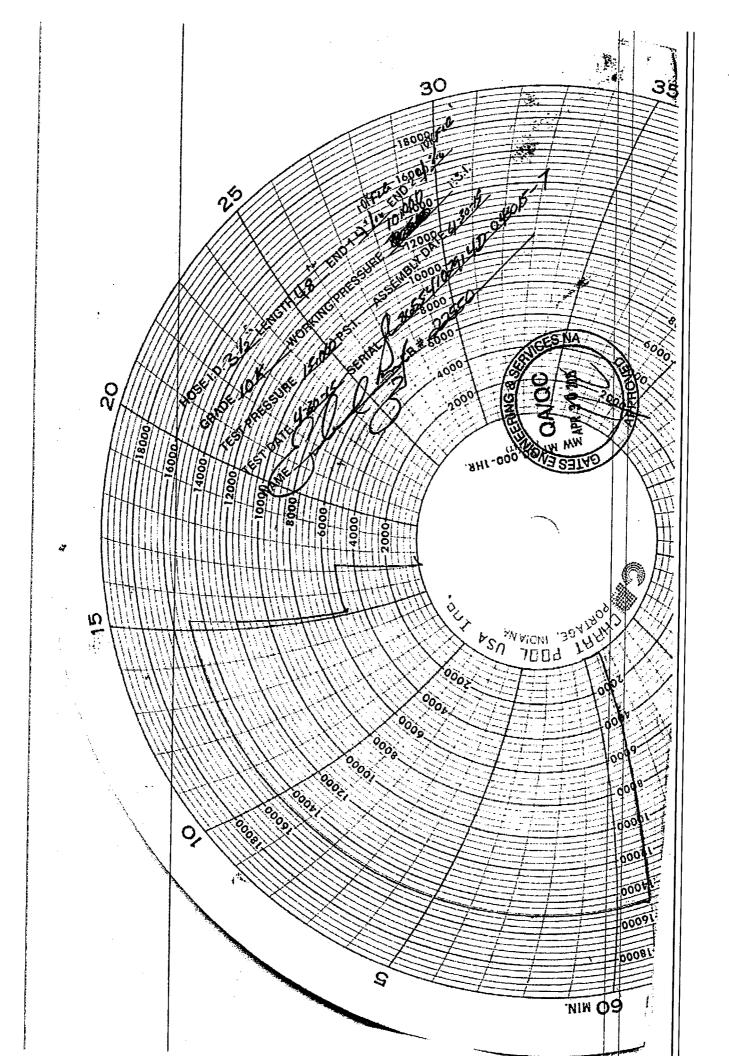


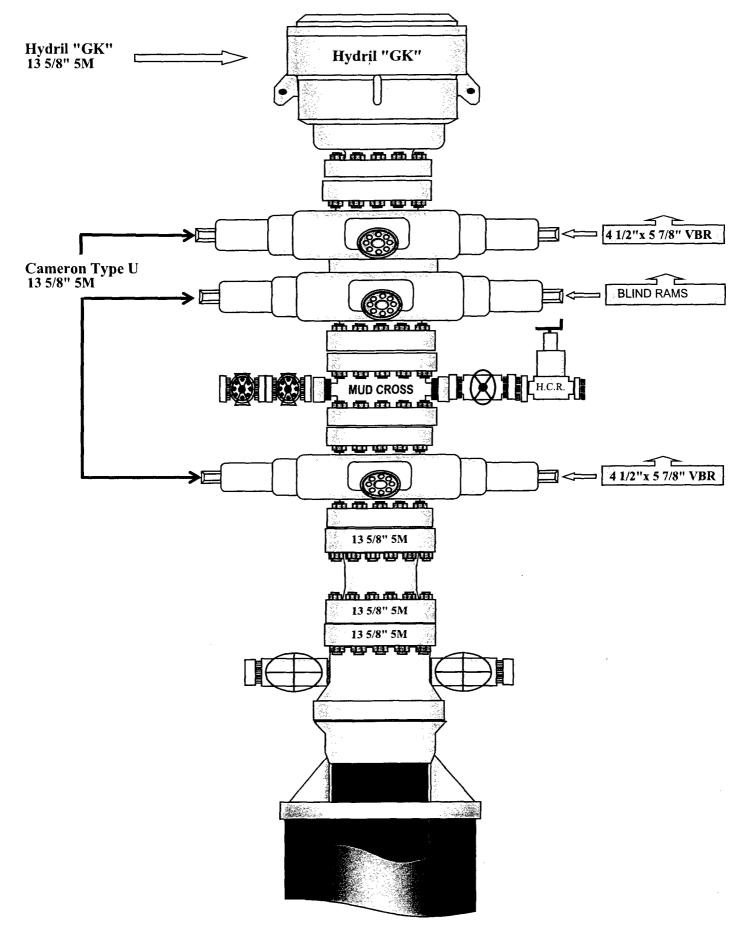
Spiller,	ENGINEERING & SERVICES

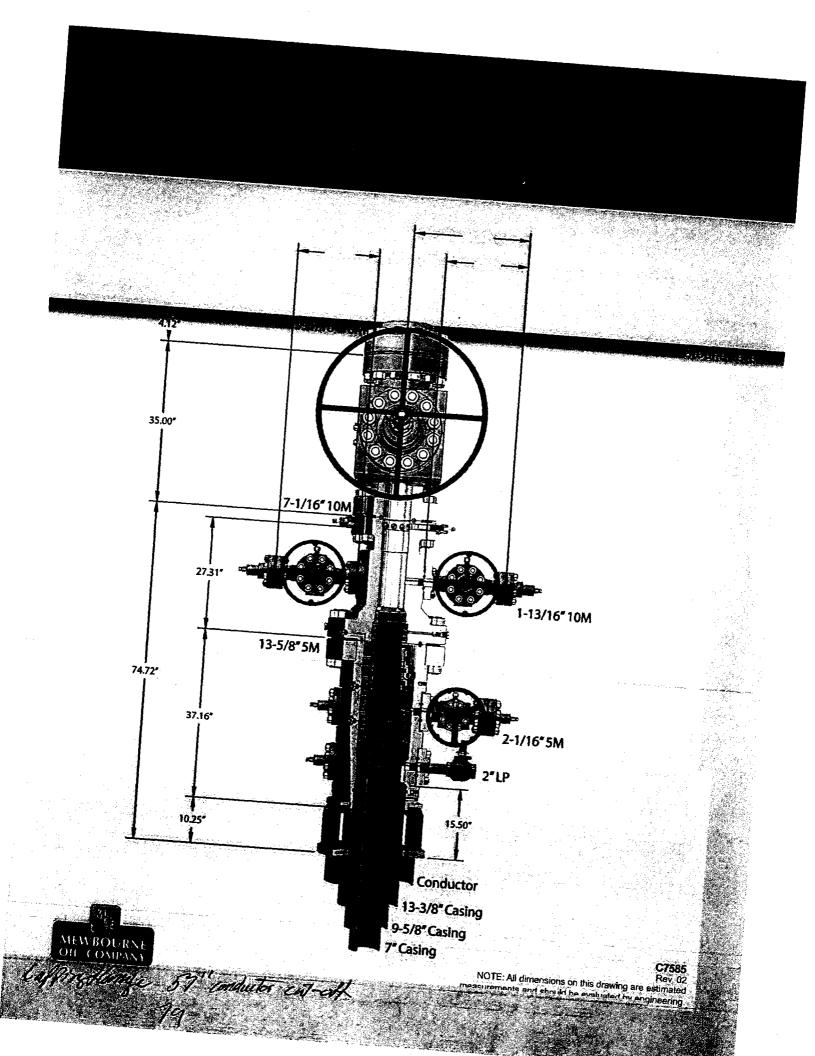
GATES E & S NORTH AMERICA, INC. 134 44TH STREET CORPUS CHRISTI, TEXAS 78405

PHONE: 361-887-9807 FAX: 361-887-0812 EMAIL: *Tim.Cantu@gates.com* WEB: www.gates.com

- .			
Lustomer :	AUSTIN DISTRIBUTING	Test Date:	4/30/2015
Customer Ref. : invoice No. :	4060578	Hose Serial No.:	D-043015-7 JUSTIN CROPPER
1140902 140. :		Created By:	JUSTIN CROFFER
roduct Description:		10K3.548.0CK4.1/1610KFLGE/E	:LE
ind Fitting 1 :	4 1/16 10K FLG	End Fitting 2 :	4 1/16 10% FLG
Sates Part No. :	4773-6290	Assembly Code :	L36554102914D-043015-7
Norking Pressure :	10,000 PSI	Test Pressure :	15,000 PSI
the Gates Oi hydrostatic tes	North America, Inc. certifies field Roughneck Agreement/S it per API Spec 7K/Q1, Fifth Ec in accordance with this produ minimum of 2.5 times t	pecification requirement dition, June 2010, Test act number. Hose burst	ts and passed the 15 minute pressure 9.6.7 and per Table 9 pressure 9.6.7.2 exceeds the
the Gates Oi hydrostatic tes to 15,000 psi Quality Manager : Date :	ifield Roughneck Agreement/S t per API Spec 7K/Q1, Fifth Ec i in accordance with this produ	Produciton: Date :	ts and passed the 15 minute pressure 9.6.7 and per Table 9 pressure 9.6.7.2 exceeds the
the Gates Oi hydrostatic tes to 15,000 psi Quality Manager : Date :	ifield Roughneck Agreement/S t per API Spec 7K/Q1, Fifth Ec in accordance with this produ minimum of 2.5 times t	pecification requirement dition, June 2010, Test lict number. Hose burst he working pressure per Produciton:	ts and passed the 15 minute pressure 9.6.7 and per Table 9 pressure 9.6.7.2 exceeds the r Table 9. PRODUCTION
the Gates Oi hydrostatic tes	ifield Roughneck Agreement/S t per API Spec 7K/Q1, Fifth Ec in accordance with this produ minimum of 2.5 times t	Produciton: Date :	PRODUCTION A/30/2015 Form-PTC - 01 Rev.02
the Gates Oi hydrostatic tes to 15,000 psi Quality Manager : Date :	ifield Roughneck Agreement/S t per API Spec 7K/Q1, Fifth Ec in accordance with this produ minimum of 2.5 times t	Produciton: Date :	PRODUCTION PRODUCTION 4/30/2015 FormPTC - 01 Rev.02







Casing Program

745-01220-2220-02		Interval	Csg.	Weight	Grade	Conn.	SF	SF	Contraction of the second s	SF Body
Size	From	То	Size	(lbs)			Collapse	Burst	Tension	Tension
17.5"	0'	645'	13.375"	48	H40	STC	2.55	5.73	10.40	17.47
12.25"	0'	3030'	9.625"	36	J55	LTC	1.28	2.23	4.15	5.17
8.75"	0'	11450'	7"	26	HCP110	LTC	1.40	1.78	2.19	2.79
6.125"	10739'	18650'	4.5"	13.5	P110	LTC	1.39	1.62	3.16	3.95
				BL	M Minimu	m Safety	1.125	1	1.6 Dry	1.6 Dry
						Factor			1.8 Wet	1.8 Wet

	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?	
Is well within the designated 4 string boundary.	
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?	
$\begin{bmatrix} 1 \\ 1 \\ 2 \\ 2 \\ 3 \\ 3 \\ 3 \\ 3 \\ 3 \\ 3 \\ 3 \\ 3$	Allandar Maria (M)
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Casing Program

4

Hole	Casing Interval Csg.			Weight Grade Conn.			SF	SF	1. · · · · · · · · · · · · · · · · · · ·	SF Body
Size	From	То	Size	(lbs)			Collapse	Burst	Tension	Tension
17.5"	0'	570'	13.375"	48	H40	STC	2.60	5.84	11.77	19.77
12.25"	0'	3030'	9.625"	36	J55	LTC	1.28	2.23	4.15	5.17
8.75"	0'	11360'	7"	26	HCP110	LTC	1.40	1.78	2.22	2.81
6.125"	10739'	19025'	4.5"	13.5	P110	LTC	1.39	1.62	3.02	3.77
	• • • • • •		····	BL	M Minimu	m Safety	1.125	1	1.6 Dry	1.6 Dry
						Factor			1.8 Wet	1.8 Wet

	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?	
Is well within the designated 4 string boundary.	
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?	1N
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?	
(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?	

Casing Program

Hole	Hole Casing Interval		terval Csg.		Csg. Weight Grade Conn.		SF	SF	SF Jt	SF Body
Size	From	То	Size	(lbs)			Collapse	Burst	Tension	Tension
17.5"	0'	645'	13.375"	48	H40	STC	2.55	5.73	10.40	17.47
12.25"	0'	3030'	9.625"	36	J55	LTC	1.28	2.23	4.15	5.17
8.75"	0'	11450'	7"	26	HCP110	LTC	1.40	1.78	2.19	2.79
6.125"	10739'	18650'	4.5"	13.5	P110	LTC	1.39	1.62	3.16	3.95
			BL	M Minimu	m Safety	1.125	1	1.6 Dry	1.6 Dry	
				Factor					1.8 Wet	1.8 Wet

	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?	
Is well within the designated 4 string boundary.	
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?	and the second second
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Casing Program

Hole	Casing Interval		Csg.	g. Weight	Grade Conn.	SF	SF	SF Jt	SF Body	
Size	From	То	Size	(lbs)			Collapse	Burst	Tension	Tension
17.5"	0'	645'	13.375"	48	H40	STC	2.55	5.73	10.40	17.47
12.25"	0'	3030'	9.625"	36	J55	LTC	1.28	2.23	4.15	5.17
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6.125"	10739'	18650'	4.5"	13.5	P110	LTC	1.39	1.62	3.16	3.95
			·	BL	M Minimu	m Safety	1.125	1	1.6 Dry	1.6 Dry
						Factor			1.8 Wet	1.8 Wet

	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?	
Is well within the designated 4 string boundary.	
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?	
	er geste entra
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?	
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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?	
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Is well located in critical Cave/Karst?	<u>N</u>
If yes, are there three strings cemented to surface?	

Hydrogen Sulfide Drilling Operations Plan Mewbourne Oil Company

1. General Requirements

Rule 118 does not apply to this well because MOC has researched this area and no high concentrations of H2S were found. MOC will have on location and working all H2S safety equipment before the Delaware formation for purposes of safety and insurance requirements.

2. Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will have received training from a qualified instructor in the following areas prior to entering the drilling pad area of the well:

- 1. The hazards and characteristics of hydrogen sulfide gas.
- 2. The proper use of personal protective equipment and life support systems.
- 3. The proper use of hydrogen sulfide detectors, alarms, warning systems, briefing areas, evacuation procedures.
- 4. The proper techniques for first aid and rescue operations.

Additionally, supervisory personnel will be trained in the following areas:

- 1 The effects of hydrogen sulfide on metal components. If high tensile tubular systems are utilized, supervisory personnel will be trained in their special maintenance requirements.
- 2 Corrective action and shut in procedures, blowout prevention, and well control procedures while drilling a well.
- 3 The contents of the Hydrogen Sulfide Drilling Operations Plan.

There will be an initial training session prior to encountering a know hydrogen sulfide source. The initial training session shall include a review of the site specific Hydrogen Sulfide Drilling Operations Plan.

3. Hydrogen Sulfide Safety Equipment and Systems

All hydrogen sulfide safety equipment and systems will be installed, tested, and operational prior to drilling below the 9 5/8" intermediate casing.

- 1. Well Control Equipment
 - A. Choke manifold with minimum of one adjustable choke/remote choke.
 - B. Blowout preventers equipped with blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
 - C. Auxiliary equipment including annular type blowout preventer.
- 2. <u>Protective Equipment for Essential Personnel</u>

Thirty minute self contained work unit located in the dog house and at briefing areas.

Additionally: If H2S is encountered in concentrations less than 10 ppm, fans will be placed in work areas to prevent the accumulation of hazardous amounts of poisonous gas. If higher concentrations of H2S are detected the well will be shut in and a rotating head, mud/gas separator, remote choke and flare line with igniter will be installed.

- 3. <u>Hydrogen Sulfide Protection and Monitoring Equipment</u> Two portable hydrogen sulfide monitors positioned on location for optimum coverage and detection. The units shall have audible sirens to notify personnel when hydrogen sulfide levels exceed 20 PPM.
- 4. Visual Warning Systems
 - A. Wind direction indicators as indicated on the wellsite diagram.

B. Caution signs shall be posted on roads providing access to location. Signs shall be painted a high visibility color with lettering of sufficient size to be readable at reasonable distances from potentially contaminated areas.

4. Mud Program

The mud program has been designed to minimize the amount of hydrogen sulfide entrained in the mud system. Proper mud weight, safe drilling practices, and the use of hydrogen sulfide scavengers will minimize hazards while drilling the well.

5. Metallurgy

All tubular systems, wellheads, blowout preventers, drilling spools, kill lines, choke manifolds, and valves shall be suitable for service in a hydrogen sulfide environment when chemically treated.

6. Communications

State & County Officials phone numbers are posted on rig floor and supervisors trailer. Communications in company vehicles and toolpushers are either two way radios or cellular phones.

7. Well Testing

Drill stem testing is not an anticipated requirement for evaluation of this well. If a drill stem test is required, it will be conducted with a minimum number of personnel in the immediate vicinity. The test will be conducted during daylight hours only.

8. Emergency Phone Numbers

Eddy County Sheriff's Office911 or 575-887-7551Ambulance Service911 or 575-885-2111Carlsbad Fire Dept911 or 575-885-2111Loco Hills Volunteer Fire Dept.911 or 575-677-3266Closest Medical Facility - Columbia Medical Center of Carlsbad575-492-5000

Mewbourne Oil Company	Hobbs District Office Fax 2 nd Fax	575-393-5905 575-397-6252 575-393-7259
District Manager	Robin Terrell	575-390-4816
Drilling Superintendent	Frosty Lathan	575-390-4103
	Bradley Bishop	575-390-6838
Drilling Foreman	Wesley Noseff	575-441-0729

Mewbourne Oil Company

Eddy County, New Mexico NAD 83 Fuller 14/11 W2HA Fed #3H Sec 14, T26S, R29E SL: 2500' FNL & 435' FEL, Sec 14 BHL: 330' FNL & 440' FEL, Sec 11

Plan: Design #1

Standard Planning Report

23 August, 2017

Database:HobbsCompany:Mewbourne Oil CompanyProject:Eddy County, New Mexico ISite:Fuller 14/11 W2HA Fed #3HWell:Sec 14, T26S, R29EWellbore:BHL: 330' FNL & 440' FEL,Design:Design #1				North Reference: Survey Calculation Method:					Site Fuller 14/11 W2HA Fed #3H WELL @ 2982.0usft (Original Well Elev) WELL @ 2982.0usft (Original Well Elev) Grid Minimum Curvature				
Project	Eddy C	ounty, New Me	exico NAD 83		·····					······			
Map System: Geo Datum: Map Zone:	North An	e Plane 1983 nerican Datum kico Eastern Zo			System Da	tum:	Me	ean Sea Level					
Site	Fuller 1	4/11 W2HA Fe	d #3H										
Site Position: From: Position Uncertainty		0.0	North Easti Dusft Slot I	-		,386.00 usft ,056.00 usft 13-3/16 "	Latitude: Longitude: Grid Converg	jence:	···· .	32° 2' 32.724 N 103° 56' 49.031 W 0.21			
Well	Sec 14,	T26S, R29E											
Well Position	+N/-S +E/-W	0	.0 usft E .0 usft W	orthing: asting: /ellhead Eleva		379,386.00 661,056.00 2,982.0) usft Lor) usft Gro	itude: ngitude: pund Level:		32° 2' 32.724 N 103° 56' 49.031 W 2,955.0 usf			
Wellbore	BHL: 3	330' FNL & 440				· 		<u>. </u>	· · · · · · · · · · · · · · · · · · ·				
Magnetics	Ма	del Name	Samp	le Date	Declina (°)		Dip A ('	-		Strength nT)			
		IGRF2010		5/3/2017		7.02		59.81		47,884			
Design	Design	#1					an						
Audit Notes:													
Version:			Phas	ie:	PROTOTYPE	Tie	e On Depth:		0.0				
Vertical Section:		D	epth From (T (usft)	VD)	+N/-S (usft)	-	E/-W Isft)		ection (°)				
			0.0		0.0		0.0		9.93				
Plan Sections													
	ination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target			
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18,640.2	89.65	359.93	11,364.0	7,565.0	-9 .0	0.00	0.00	0.00	0.00	BHL: 330' FNL & 440'			

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Database:	Hobbs	Local Co-ordinate Reference:	Site Fuller 14/11 W2HA Fed #3H
Company:	Mewbourne Oil Company	TVD Reference:	WELL @ 2982.0usft (Original Well Elev)
Project:	Eddy County, New Mexico NAD 83	MD Reference:	WELL @ 2982.0usft (Original Well Elev)
Site:	Fuller 14/11 W2HA Fed #3H	North Reference:	Grid
Well:	Sec 14, T26S, R29E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 330' FNL & 440' FEL, Sec 11		
Design:	Design #1		

Planned Survey

0.0 0.00 0.0 0.0 0.0 0.0 0.00 0.00 0.00 SL: 2500 0.0	Weasured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Bulld Rate (°/100usft)	Turn Rate (°/100usft)
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										0.00

Hobbs	Local Co-ordinate Reference:	Site Fuller 14/11 W2HA Fed #3H
Mewbourne Oil Company	TVD Reference:	WELL @ 2982.0usft (Original Well Elev)
Eddy County, New Mexico NAD 83	MD Reference:	WELL @ 2982.0usft (Original Well Elev)
Fuller 14/11 W2HA Fed #3H	North Reference:	Grid
Sec 14, T26S, R29E	Survey Calculation Method:	Minimum Curvature
BHL: 330' FNL & 440' FEL, Sec 11	· · ·	
Design #1	×.	
	Mewbourne Oil Company Eddy County, New Mexico NAD 83 Fuller 14/11 W2HA Fed #3H Sec 14, T26S, R29E BHL: 330' FNL & 440' FEL, Sec 11	Mewbourne Oil Company TVD Reference: Eddy County, New Mexico NAD 83 MD Reference: Fuller 14/11 W2HA Fed #3H North Reference: Sec 14, T26S, R29E Survey Calculation Method: BHL: 330' FNL & 440' FEL, Sec 11 Sec 14

Planned Survey

3

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,300.0	0.00	0.00	5,300.0	0.0	0.0	0.0	0.00	0.00	0.00
5,400.0	0.00	0.00	5,400.0	0.0	0.0	0.0	0.00	0.00	0.00
	0.00								
5,500.0	0.00	0.00	5,500.0	0.0	0.0	0.0	0.00	0.00	0.00
5,600.0	0.00	0.00	5,600.0	0.0	0.0	0.0	0.00	0.00	0.00
5,700.0	0.00	0.00	5,700.0	0.0	0.0	0.0	0.00	0.00	0.00
5,800.0	0.00	0.00	5,800.0	0.0	0.0	0.0	0.00	0.00	0.00
5,900.0	0.00	0.00	5,900.0	0.0	0.0	0.0	0.00	0.00	0.00
6,000.0	0.00	0.00	6,000.0	0.0	0.0	0.0	0.00	0.00	0.00
6,100.0	0.00	0.00	6,100.0	0.0	0.0	0.0	0.00	0.00	0.00
6,200.0	0.00	0.00	6,200.0	0.0	0.0	0.0	0.00	0.00	0.00
6,300.0	0.00	0.00	6,300.0	0.0	0.0	0.0	0.00	0.00	0.00
6,400.0	0.00	0.00	6,400.0	0.0	0.0	0.0	0.00	0.00	0.00
6,500.0	0.00	0.00	6,500.0	0.0	0.0	0.0	0.00	0.00	0.00
6,600.0	0.00	0.00	6,600.0	0.0	0.0	0.0	0.00	0.00	0.00
6,700.0	0.00	0.00	6,700.0	0.0	0.0	0.0	0.00	0.00	0.00
6,800.0	0.00	0.00	6,800.0	0.0	0.0	0.0	0.00	0.00	0.00
6,900.0	0.00	0.00	6,900.0	0.0	0.0	0.0	0.00	0.00	0.00
0,900.0									
7,000.0	0.00	0.00	7,000.0	0.0	0.0	0.0	0.00	0.00	0.00
7,100.0	0.00	0.00	7,100.0	0.0	0.0	0.0	0.00	0.00	0.00
7,200.0	0.00	0.00	7,200.0	0.0	0.0	0.0	0.00	0.00	0.00
7,300.0	0.00	0.00	7,300.0	0.0	0.0	0,0	0.00	0.00	0.00
7,400.0	0.00	0.00	7,400.0	0.0	0.0	0.0	0.00	0.00	0.00
7,500.0	0.00	0.00	7,500.0	0.0	0.0	0.0	0.00	0.00	0.00
7,600.0	0.00	0.00	7,600.0	0.0	0.0	0.0	0.00	0.00	0.00
7,700.0	0.00	0.00	7,700.0	0.0	0.0	0.0	0.00	0.00	0.00
7,800.0	0.00	0.00	7,800.0	0.0	0.0	0.0	0.00	0.00	0.00
7,900.0	0.00	0.00	7,900.0	0.0	0.0	0.0	0.00	0.00	0.00
8,000.0	0.00	0.00	8,000.0	0.0	0.0	0.0	0.00	0.00	0.00
8,100.0	0.00	0.00	8,100.0	0.0	0.0	0.0	0.00	0.00	0.00
8,200.0	0.00	0.00	8,200.0	0.0	0.0	0.0	0.00	0.00	0.00
8,300.0	0.00	0.00	8,300.0	0.0	0.0	0.0	0.00	0.00	0.00
8,400.0	0.00	0.00	8,400.0	0.0	0.0	0.0	0.00	0.00	0.00
8,500.0	0.00	0.00	8,500.0	0.0	0.0	0.0	0.00	0.00	0.00
8,600.0	0.00	0.00	8,600.0	0.0	0.0	0.0	0.00	0.00	0.00
8,700.0	0.00	0.00	8,700.0	0.0	0.0	0.0	0.00	0.00	0.00
8,800.0	0.00	0.00	8,800.0	0.0	0.0	0.0	0.00	0,00	0.00
8,900.0	0.00	0.00	8,900.0	0.0	0.0	0.0	0.00	0.00	0.00
9.000.0	0.00	0.00	9,000.0	0.0	0.0	0.0	0.00	0.00	0.00
9,100.0	0.00	0.00	9,100.0	0.0	0.0	0.0	0.00	0.00	0.00
9,200.0	0.00	0.00	9,200.0	0.0	0.0	0.0	0.00	0.00	0.00
9,300.0	0.00	0.00	9,300.0	0.0	0.0	0.0	0.00	0.00	0.00
9,400.0	0.00	0.00	9,400.0	0.0	0.0	0.0	0.00	0.00	0.00
9,500.0	0.00	0.00	9,500.0	0.0	0.0	0.0	0.00	0.00	0.00
9,600.0	0.00	0.00	9,600.0	0.0	0.0	0.0	0.00	0.00	0.00
9,700.0	0.00	0.00	9,700.0	0.0	0.0	0.0	0.00	0.00	0.00
9,800.0	0.00	0.00	9,800.0	0.0	0.0	0.0	0.00	0.00	0.00
9,900.0	0.00	0.00	9,900.0	0.0	0.0	0.0	0.00	0.00	0.00
10,000.0	0.00	0.00	10,000.0	0.0	0.0	0.0	0.00	0.00	0.00
10,100.0	0.00	0.00	10,100.0	0.0	0.0	0.0	0.00	0.00	0.00
10,200.0	0.00	0.00	10,200.0	0.0	0.0	0.0	0.00	0.00	0.00
10,300.0	0.00	0.00	10,300.0	0.0	0.0	0.0	0.00	0.00	0.00
10,400.0	0.00	0.00	10,400.0	0.0	0.0	0.0	0.00	0.00	0,00
			10 500 0						
10,500.0 10,600.0	0.00 0.00	0.00 0.00	10,500.0 10,600.0	0.0 0.0	0.0 0.0	0.0 0.0	0.00 0.00	0.00 0.00	0.00 0.00
 10,000.0	0.00	0.00	10,000.0	0.0	0.0	0.0	0.00	0.00	0.00

Database:	Hobbs	Local Co-ordinate Reference:	Site Fuller 14/11 W2HA Fed #3H
Company:	Mewbourne Oil Company	TVD Reference:	WELL @ 2982.0usft (Original Well Elev)
Project:	Eddy County, New Mexico NAD 83	MD Reference:	WELL @ 2982.0usft (Original Well Elev)
Site:	Fuller 14/11 W2HA Fed #3H	North Reference:	Grid
Well:	Sec 14, T26S, R29E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 330' FNL & 440' FEL, Sec 11		
Design:	Design #1	*	

Planned Survey

Neasured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
10,700.0	0.00	0.00	10,700,0	0.0	0.0	0.0	0.00	0.00	0.00
10,748.0	0.00	0.00	10,748.0	0.0	0.0	0.0	0.00	0.00	0.00
KOP @ 1074							_	-	
10,800.0	5.20	359.93	10,799.9	2.4	0.0	2.4	10.00	10.00	0.00
,					0.0	20.0	10.00	10.00	0.00
10,900.0	15.20	359.93	10,898.2	20.0 54.5		20.0 54.5	10.00	10.00	0.00
11,000.0	25.20	359.93	10,992.0		-0.1				
11,100.0	35.20	359.93	11,078.3	104.8	-0.1	104.8	10.00	10.00	0.00
11,149.5	40.15	359.93	11,117.4	135.0	-0.2	135.0	10.00	10.00	0.00
	NL & 435' FEL, S								
11,200.0	45.20	359.93	11,154.6	169.2	-0.2	169.2	10.00	10.00	0.00
11,300.0	55.19	359.93	11,218.5	245.9	-0.3	245.9	10.00	10.00	0.00
11,400.0	65.19	359.93	11,268.1	332.6	-0.4	332.6	10.00	10.00	0.00
11,500.0	75.19	359.93	11,302.0	426.6	-0.5	426.6	10.00	10.00	0,00
11,600.0	85.19	359,93	11,319.0	525.0	-0.6	525.0	10.00	10.00	0.00
11,644.6	89.65	359,93	11,321.0	569.5	-0.7	569.5	10.00	10.00	0,00
	L & 436' FEL, Se		• •						
11,700.0	89.65	359,93	11,321.3	624.9	-0.7	624.9	0.00	0.00	0.00
11,800.0	89.65	359.93	11,322.0	724.9	-0.9	724.9	0.00	0.00	0.00
11,900.0	89.65	359.93	11,322.6	824.9	-1.0	824.9	0.00	0.00	0.00
12,000.0	89.65	359.93	11,323.2	924.9	-1.1	924.9	0.00	0.00	0.00
12,000.0	89.65	359.93	11,323.8	1,024.9	-1.2	1,024.9	0.00	0.00	0.00
12,200.0	89.65	359.93	11,324.4	1,124.9	-1.3	1,124.9	0.00	0.00	0.00
12,300.0	89.65	359.93	11,325.0	1,224.9	-1.5	1,224.9	0.00	0.00	0.00
12,400.0	89.65	359,93	11,325.6	1,324.9	-1.6	1,324.9	0.00	0.00	0.00
12,500.0	89.65 89.65	359.93 359.93	11,326.3	1,424.9	-1.7 -1.8	1,424.9 1,524.9	0.00 0.00	0.00 0.00	0.00 0.00
12,600.0	89.65	359.93	11,326.9	1,524.9		1,524.9	0.00	0.00	0.00
12,700.0	89,65	359.93	11,327.5	1,624.9	-1.9	1,624.9	0.00	0.00	0.00
12,800.0	89.65	359,93	11,328.1	1,724.9	-2.1	1,724.9	0.00	0.00	0.00
12,900.0	89.65	359.93	11,328.7	1,824.9	-2.2	1,824.9	0.00	0.00	0.00
13,000.0	89.65	359.93	11,329.3	1,924.9	-2.3	1,924.9	0.00	0.00	0.00
13,100.0	89.65	359.93	11,329.9	2,024.9	-2.4	2,024.9	0.00	0.00	0.00
13,200.0	89.65	359.93	11,330.6	2,124.9	-2.5	2,124.9	0.00	0.00	0.00
13,300.0	89.65	359.93	11,331.2	2,224.9	-2.6	2,224.9	0.00	0.00	0.00
13,400.0	89.65	359.93	11,331.8	2,324.9	-2.8	2,324.9	0.00	0.00	0.00
13,500.0	89.65	359.93	11,332.4	2,424.9	-2.9	2,424.9	0.00	0.00	0.00
13,600.0	89.65	359.93	11,333.0	2,524.9	-3.0	2,524.9	0.00	0.00	0.00
13,700.0	89.65	359,93	11,333.6	2,624.9	-3.1	2,624.9	0.00	0.00	0.00
13,800.0	89.65	359.93	11,334.2	2,724.9	-3.2	2,724.9	0.00	0.00	0.00
13,900.0	89.65	359.93	11,334.9	2,824.9	-3.4	2,824.9	0.00	0.00	0.00
14,000.0	89.65	359.93	11,335.5	2,924.9	-3.5	2,924.9	0.00	0.00	0.00
14,100.0	89.65	359.93	11,336.1	3,024.9	-3.6	3,024.9	0.00	0.00	0.00
14,200.0	89.65	359.93	11,336.7	3,124.9	-3.7	3,124.9	0.00	0.00	0.00
14,200.0	89.65	359.93	11,337.3	3,124.9	-3.8	3,224.9	0.00	0.00	0.00
14,300.0	89.65	359.93	11,337.9	3,324.9	-3.0 -4.0	3,324.9	0.00	0.00	0.00
14,400.0	89.65	359.93	11,338.6	3,324.9 3,424.9	-4.1	3,324.9	0.00	0.00	0.00
14,500.0	89.65	359.93	11,339.2	3,424.9 3,524.9	-4.1	3,424.9 3,524.9	0.00	0.00	0.00
14,700.0	89.65	359.93	11,339.8	3,624.9	-4.3	3,624,9	0.00	0.00	0.00
14,800.0	89.65	359.93	11,340.4	3,724.9	-4.4	3,724.9	0.00	0.00	0.00
14,900.0	89.65	359.93	11,341.0	3,824.9	-4.6	3,824.9	0.00	0.00	0.00
15,000.0	89.65	359.93	11,341.6	3,924.9	-4.7	3,924.9	0.00	0.00	0.00
15,100.0	89.65	359.93	11,342.2	4,024.9	-4.8	4,024.9	0.00	0.00	0.00
15,200.0	89.65	359.93	11,342.9	4,124.9	-4.9	4,124.9	0.00	0.00	0.00
15,300.0	89.65	359.93	11,343.5	4,224.9	-5.0	4,224.9	0.00	0.00	0.00

Database: Company: Project:	Hobbs Mewbourne Oil Company Eddy County, New Mexico NAD 83	Local Co-ordinate Reference: TVD Reference: MD Reference:	Site Fuller 14/11 W2HA Fed #3H WELL @ 2982.0usft (Original Well Elev) WELL @ 2982.0usft (Original Well Elev)
Site:	Fuller 14/11 W2HA Fed #3H	North Reference:	Grid
Well:	Sec 14, T26S, R29E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 330' FNL & 440' FEL, Sec 11		
Design:	Design #1		

Planned Survey

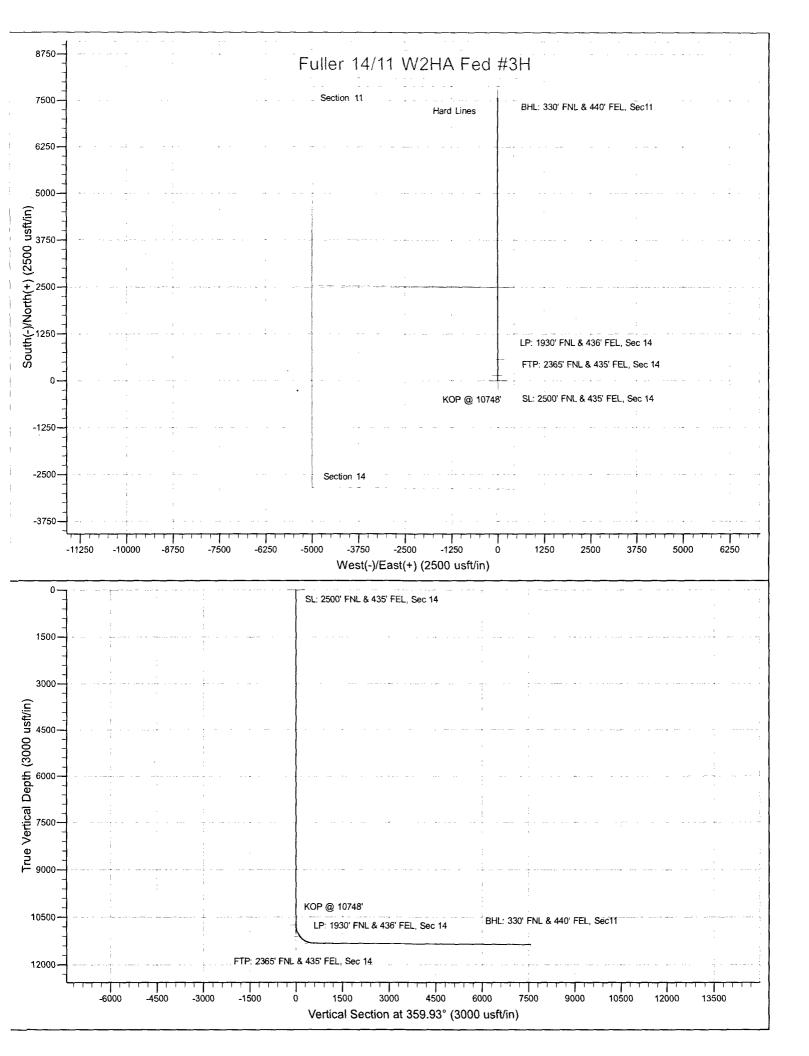
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(*)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
15,400,0	89.65	359.93	11,344.1	4,324.9	-5,1	4,324,9	0.00	0.00	0.00
15,500.0	89.65	359,93	11.344.7	4,424.9	-5.3	4,424.9	0.00	0.00	0.00
15,600.0	89.65	359,93	11,345.3	4,524.8	-5.4	4,524.9	0.00	0.00	0.00
15,700.0	89.65	359.93	11,345.9	4,624.8	-5.5	4,624.9	0.00	0.00	0.00
15,800.0	89.65	359,93	11,346.5	4,724.8	-5.6	4,724.8	0.00	0.00	0.00
15,900.0	89.65	359,93	11,347.2	4,824,8	-5.7	4,824.8	0.00	0.00	0.00
16,000.0	89.65	359,93	11.347.8	4,924.8	-5.9	4,924.8	0.00	0.00	0.00
16,100.0	89.65	359.93	11,348.4	5,024.8	-6.0	5,024.8	0.00	0.00	0.00
16,200.0	89.65	359.93	11,349.0	5,124.8	-6.1	5,124.8	0.00	0.00	0.00
16,300.0	89.65	359.93	11,349.6	5,224.8	-6.2	5,224.8	0.00	0.00	0.00
16,400.0	89.65	359.93	11,350.2	5,324.8	-6.3	5,324.8	0.00	0.00	0.00
16,500.0	89.65	359.93	11,350.8	5,424.8	-6.5	5,424.8	0.00	0.00	0.00
16,600.0	89.65	359.93	11,351.5	5,524.8	-6,6	5,524.8	0.00	0.00	0.00
16,700.0	89.65	359.93	11,352.1	5,624.8	-6.7	5,624.8	0.00	0.00	0.00
16.800.0	89.65	359,93	11,352.7	5,724,8	-6.8	5,724.8	0.00	0.00	0.00
16,900.0	89,65	359,93	11,353,3	5,824,8	-6.9	5,824,8	0.00	0.00	0.00
17,000.0	89,65	359,93	11,353,9	5,924.8	-7.0	5,924,8	0.00	0.00	0.00
17,100.0	89.65	359.93	11,354.5	6,024.8	-7.2	6,024.8	0.00	0.00	0.00
17,200.0	89.65	359.93	11,355.1	6,124.8	-7.3	6,124.8	0.00	0.00	0.00
17,300.0	89.65	359.93	11,355.8	6,224.8	-7.4	6,224.8	0.00	0.00	0.00
17,400.0	89.65	359.93	11,356.4	6,324.8	-7.5	6,324.8	0.00	0.00	0.00
17,500.0	89.65	359.93	11,357.0	6,424.8	-7.6	6,424.8	0.00	0.00	0.00
17,600.0	89.65	359.93	11,357.6	6,524.8	-7.8	6,524.8	0.00	0.00	0.00
17,700.0	89.65	359.93	11,358.2	6,624.8	-7.9	6,624.8	0.00	0.00	0.00
17,800.0	89.65	359.93	11,358.8	6,724.8	-8.0	6,724.8	0.00	0.00	0.00
17,900.0	89.65	359.93	11,359,4	6,824.8	-8.1	6,824.8	0.00	0.00	0.00
18,000.0	89.65	359.93	11,360,1	6,924.8	-8.2	6,924.8	0.00	0.00	0.00
18,100.0	89.65	359.93	11,360.7	7,024.8	-8.4	7,024.8	0.00	0.00	0.00
18,200.0	89.65	359.93	11,361.3	7,124.8	-8.5	7,124.8	0.00	0.00	0.00
18,300.0	89.65	359.93	11,361.9	7,224.8	-8.6	7,224.8	0.00	0.00	0.00
18,400.0	89.65	359.93	11,362.5	7,324.8	-8.7	7,324.8	0.00	0.00	0.00
18,500.0	89.65	359.93	11,363.1	7,424.8	-8.8	7,424.8	0.00	0.00	0.00
18,600.0	89.65	359.93	11,363.8	7,524.8	-9.0	7,524.8	0.00	0.00	0.00
18,640.2	89.65	359.93	11,364.0	7,565.0	-9.0	7,565.0	0.00	0.00	0.00
BHL: 330' FM	NL & 440' FEL, S	ec11							

Database:	Hobbs
Company:	Mewbourne Oil Company
Project:	Eddy County, New Mexico NAD 83
Site:	Fuller 14/11 W2HA Fed #3H
Well:	Sec 14, T26S, R29E
Wellbore:	BHL: 330' FNL & 440' FEL, Sec 11
Design:	Design #1
Project: Site: Well: Wellbore:	Eddy County, New Mexico NAD 83 Fuller 14/11 W2HA Fed #3H Sec 14, T26S, R29E BHL: 330' FNL & 440' FEL, Sec 11

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Site Fuller 14/11 W2HA Fed #3H WELL @ 2982.0usft (Original Well Elev) WELL @ 2982.0usft (Original Well Elev) Grid Minimum Curvature

Design Targets

:									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
SL: 2500' FNL & 435' FE - plan hits target cent - Point	0.00 er	0.00	0.0	0.0	0.0	379,386.00	661,056.00	32° 2' 32.724 N	103° 56' 49.031 W
KOP @ 10748' - plan hits target cent - Point	0.00 er	0.00	10,748.0	0.0	0.0	379,386.00	661,056.00	32° 2' 32.724 N	103° 56' 49.031 W
FTP: 2365' FNL & 435' F - plan hits target cent - Point	0.00 er	0.00	11,117.4	135.0	-0.2	379,521.00	661,055.84	32° 2' 34.060 N	103° 56' 49.027 W
LP: 1930' FNL & 436' FE - plan hits target cent - Point	0.00 er	0.00	11,321.0	569.5	-0.7	379,955.50	661,055.30	32° 2' 38.360 N	103° 56' 49.015 W
BHL: 330' FNL & 440' Ft - plan hits target cent - Point	0.00 er	0.00	11,364.0	7,565.0	-9.0	386,951.00	661,047.00	32° 3' 47.588 N	103° 56' 48.821 W



.

1. Geologic Formations

TVD of target	11353'	Pilot hole depth	NA
MD at TD:	18650'	Deepest expected fresh water:	125'

Basin Formation	Depth (TVD)	Water/Mineral Bearing/	Hazards*
	from KB	Target Zone?	
Quaternary Fill	Surface		
Rustler	590	Water	
Salado	1365		
Castile	1590		
Base Salt	2915		
Lamar	3105	Oil/Gas	
Bell Canyon	3135	Oil/Gas	
Cherry Canyon	4005	Oil/Gas	
Manzanita Marker	4185		
Brushy Canyon	5290	Oil/Gas	
Bone Spring	6870	Oil/Gas	
1 st Bone Spring Sand	7820		
2 nd Bone Spring Sand	8425		
3 rd Bone Spring Sand	9745		
Abo			
Wolfcamp	10100	Target Zone	
Devonian			
Fusselman			
Ellenburger			
Granite Wash			

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

2. Casing Program

Hole	Casing	Interval	Csg.	Weight	Grade	Conn.	SF	SF	SF Jt	SF Body
Size	From	То	Size	(lbs)			Collapse	Burst	Tension	Tension
17.5"	0'	645'	13.375"	48	H40	STC	2.55	5.73	10.40	17.47
12.25"	0'	3030'	9.625"	3 6	J55	LTC	1.28	2.23	4.15	5.17
8.75"	0'	11450'	7"	26	HCP110	LTC	1.40	1.78	2.19	2.79
6.125"	10739'	18650'	4.5"	13.5	P110	LTC	1.39	1.62	3.16	3.95
B	LM Mini	mum Safet	ty 1.125	1	1.6 Dr	y 1.6 D)ry		<u> </u>	
		East			10.11	1101	7			

	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?	l N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
is were written the designated a string boundary.	al the state of the second
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?	
	and the second second
Is well located in high Cave/Karst?	<u>Y</u>
If yes, are there two strings cemented to surface?	<u>Y</u>
(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?	

3. Cementing Program

Casing	# Sks	Wt. lb/ gal	Yld ft3/ sack	H ₂ 0 gal/ sk	500# Comp. Strength (hours)	Slurry Description
Surf.	300	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM
	200.	14.8	1.34	6.3	8	Tail: Class C + Retarder
Inter.	460	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM
	200	14.8	1.34	6.3	8	Tail: Class C + Retarder
Prod.	420	12.5	2.12	11	9	Lead: Class C + Gel + Retarder + Defoamer +
Stg 1						Extender
Ŭ	400	15.6	1.18	5.2	10	Tail: Class H + Retarder + Fluid Loss + Defoamer
	······				ECP/DV T	'ool (ā 4185'
Prod.	65	12.5	2.12	11	9	Lead: Class C + Gel + Retarder + Defoamer +
Stg 2						Extender
	100	14.8	1.34	6.3	8	Tail: Class C + Retarder
Liner	320	11.2	2.97	17	16	Class C + Salt + Gel + Fluid Loss + Retarder +
						Dispersant + Defoamer + Anti-Settling Agent

A copy of cement test will be available on location at time of cement job providing pump times, compressive strengths, etc.

Casing String	TOC	% Excess
Surface	0'	100%
Intermediate	0'	25%
Production	2830'	25%
Liner	10739'	25%

4. Pressure Control Equipment

Variance: None

BOP installed and tested before drilling which hole?	Size?	System Rated WP		Гуре	 	Tested to:
		5M	Annular		X	2500#
			Blind Ram		X	
12-1/4"	13 - 5/8"		Pipe Ram		X	5000#
			Double Ram			5000#
			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.					
Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.					
	Ν	Are anchors required by manufacturer?				
Y						
	•	Provide description here: See attached schematic.				

5. Mud Program

De	pth .	Туре	Weight (ppg)	Viscosity	Water Loss
From	То				
0'	645'	Spud Mud	8.6-8.8	28-34	N/C
645'	3030'	BW	10.0	28-34	N/C
3030'	10739'	FW w/ Polymer	8.6-9.7	28-34	N/C
10739'	18650'	OBM	10.0-13.0	30-40	<10cc

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. MW up to 13.0 ppg may be required for shale control. The highest MW needed to balance formation pressure is expected to be 12.0 ppg.

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

6. Logging and Testing Procedures

Logg	ing, Coring and Testing.
X	Will run GR/CNL from KOP (10739') 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

Add	litional logs planned	Interval
X	Gamma Ray	10739' (KOP) to TD
	Density	
	CBL	
	Mud log	
	PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	7085 psi
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers in surface hole. Weighted mud for possible over-pressure in Wolfcamp formation.

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 Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

[H2S is present	ļ
X	H2S Plan attached]

8. Water & Waste Volume Estimates

Fresh Water Required: 3150 bbl

Waste Water: 3150 bbl Waste Solids: 2150 bbl

9. Other facets of operation

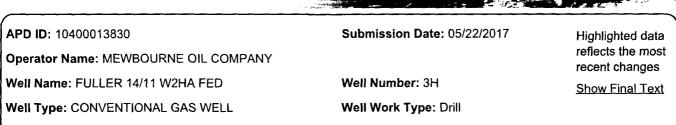
Is this a walking operation? If yes, describe. Will be pre-setting casing? If yes, describe.

Attachments

____ Directional Plan Other, describe

WAFMSS

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

Fuller14_11W2HAFed3H_existingroadmap_20170830104057.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

Row(s) Exist? NO

SUPO Data Report

2/12/2017

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Fuller14_11W2HAFed3H_newroadmap_20170830104113.pdf

Fuller14_11W2HAFed3H_newroadmap2_20170830104121.pdf

New road type: RESOURCE

Length: 321.45 Feet Width (ft.): 20

Max slope (%): 3

Max grade (%): 3

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: None

New road access plan or profile prepared? NO

New road access plan attachment:

Operator Name: MEWBOURNE OIL COMPANY

Well Name: FULLER 14/11 W2HA FED

Access road engineering design? NO Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: OFFSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth:

Offsite topsoil source description: Topsoil will be on edge of lease road.

Onsite topsoil removal process:

Access other construction information: None

Access miscellaneous information: None

Number of access turnouts: 3 Access turnout map:

Drainage Control

New road drainage crossing: OTHER Drainage Control comments: None Road Drainage Control Structures (DCS) description: None Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

Fuller14_11W2HAFed3H_existingwellmap_20170907155556.pdf

Existing Wells description:

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: Production facility will be off site to the north of the well pad. All pipelines & electric lines previously approved. **Production Facilities map:**

Fuller14_11W2HAFed3H_productionfacilitymap_05-11-2017.pdf Fuller14_11W2HAFed3H_productionfacilitymap2_20170830104311.pdf Operator Name: MEWBOURNE OIL COMPANY

Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Section 5 - Location and Types of Water Supply		
Water Source Table		
Water source use type: DUST CONTROL, INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE CASING Describe type:	Water source type: IRRIGATION Source longitude: -104.05763	
Source latitude: 32.04928	oburce longitude 104.00700	
Source datum: NAD83		
Water source permit type: WATER WELL		
Source land ownership: FEDERAL		
Water source transport method: TRUCKING		
Source transportation land ownership: COMMERCIAL		
Water source volume (barrels): 2014	Source volume (acre-feet): 0.2595907	
Source volume (gal): 84588		
Water source use type: DUST CONTROL, INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE CASING Describe type:	Water source type: IRRIGATION	
Source latitude: 31.998123	Source longitude: -103.94242	
Source datum: NAD83		
Water source permit type: WATER WELL		
Source land ownership: PRIVATE		
Water source transport method: TRUCKING		
Source transportation land ownership: COMMERCIAL		
Water source volume (barrels): 2014	Source volume (acre-feet): 0.2595907	
Source volume (gal): 84588		
Water source and transportation map:		
Fuller14_11W2HAFed3H_watersourceandtransmap_20170830104336.pdf	F	
Water source comments: Both sources shown on one map.		
New water well? NO		
New Water Well Info		
Well latitude: Well Longitude:	Well datum:	

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Operator Name: MEWBOURNE OIL COMPANY Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Aquifer comments:

Aquifer documentation:

Well depth (ft):	Well casing type:
Well casing outside diameter (in.):	Well casing inside diameter (in.):
New water well casing?	Used casing source:
Drilling method:	Drill material:
Grout material:	Grout depth:
Casing length (ft.):	Casing top depth (ft.):
Well Production type:	Completion Method:
Water well additional information:	
State appropriation permit:	

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche - both sources shown on one map. **Construction Materials source location attachment:**

Fuller14_11W2HAFed3H_calichesourceandtransmap_20170830104354.pdf

Section 7 - Methods for Handling Waste

Waste type: SEWAGE		
Waste content description: Human waste & grey water		
Amount of waste: 1500 gallons		
Waste disposal frequency : Weekly		
Safe containment description: 2,000 gallon plastic container		
Safe containmant attachment:		
Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE FACILITY Disposal type description:		
Disposal location description: City of Carlsbad Water Treatment facility		
Waste type: GARBAGE		
Waste content description: Garbage & trash		
Amount of waste: 1500 pounds		
Waste disposal frequency : One Time Only		
Safe containment description: Enclosed trash trailer		
Safe containmant attachment:		

Operator Name: MEWBOURNE OIL COMPANY

Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE FACILITY

Disposal type description:

Disposal location description: Waste Management facility in Carlsbad.

Waste type: DRILLING

Waste content description: Drill cuttings

Amount of waste: 940 barrels

Waste disposal frequency : One Time Only

Safe containment description: Drill cuttings will be properly contained in steel tanks (20 yard roll off bins.)

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE FACILITY Disposal type description:

Disposal location description: NMOCD approved waste disposal locations are CRI or Lea Land, both facilities are located on HWY 62/180, Sec. 27 T20S R32E.

Reserve Pit

Reserve pit width (ft.)

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

Cuttings area length (ft.)

Cuttings area depth (ft.)

Cuttings area width (ft.) Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Well Number: 3H

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

Fuller14_11W2HAFed3H_wellsitelayout_20170830104416.pdf

Comments:

Section 10 - Plans for Surface Reclamation

 Type of disturbance: New Surface Disturbance
 Multiple Well Pad Name:

 Multiple Well Pad Number:
 Multiple Well Pad Number:

Recontouring attachment:

Drainage/Erosion control construction: None Drainage/Erosion control reclamation: None

Wellpad long term disturbance (acres): 2.76	Wellpad short term disturbance (acres): 4.545
Access road long term disturbance (acres): 0.103	Access road short term disturbance (acres): 0.103
Pipeline long term disturbance (acres): 0	Pipeline short term disturbance (acres): 0
Other long term disturbance (acres): 0	Other short term disturbance (acres): 0
Total long term disturbance: 2.863	Total short term disturbance: 4.648

Reconstruction method: The areas planned for interim reclamation will then be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.

Topsoil redistribution: Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts & fills. To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used.

Soil treatment: NA

Existing Vegetation at the well pad: Various brush & grasses

Operator Name: MEWBOURNE OIL COMPANY Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Various brush & grasses Existing Vegetation Community at the road attachment: Existing Vegetation Community at the pipeline: NA Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: NA Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO Non native seed description: Seedling transplant description: Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO Seed harvest description: Seed harvest description attachment:

Seed Management

.

Seed Table	
Seed type:	Seed source:
Seed name:	
Source name:	Source address:
Source phone:	
Seed cultivar:	
Seed use location:	
PLS pounds per acre:	Proposed seeding season:
Seed Summary	Total pounds/Acre:

Seed Type Pounds/Acre

Operator Name: MEWBOURNE OIL COMPANY **Well Name:** FULLER 14/11 W2HA FED

Well Number: 3H

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Bradley	Last Name: Bishop
Phone: (575)393-5905	Email: bbishop@mewbourne.com

Seedbed prep: Final seedbed preparation will consist of contour cultivating to a depth of 4 to 6 inches within 24 hours prior to seeding, dozer tracking, or other imprinting in order to break the soil crust and create seed germination micro-sites. **Seed BMP:** To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used.

Seed method: drilling or broadcasting seed over entire reclaimed area.

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: NA

Weed treatment plan attachment:

Monitoring plan description: vii. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, and that erosion and invasive/noxious weeds are controlled. **Monitoring plan attachment:**

Success standards: regrowth within 1 full growing season of reclamation.

Pit closure description: NA

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: EXISTING ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Operator Name: MEWBOURNE OIL COMPANY Well Name: FULLER 14/11 W2HA FED Well Number: 3H . **Other Local Office: USFS Region: USFS Forest/Grassland: USFS Ranger District:** Fee Owner Address: PO Box 1346 Roswell NM 88202 Fee Owner: Pecos Valley Artesian Convservation District Email: Phone: (575)622-7000 Surface use plan certification: NO Surface use plan certification document: Surface access agreement or bond: Agreement Surface Access Agreement Need description: SUA in place Surface Access Bond BLM or Forest Service: **BLM Surface Access Bond number: USFS Surface access bond number:**

Disturbance type: WELL PAD	
Describe:	
Surface Owner: BUREAU OF LAND MANAGEMENT	
Other surface owner description:	
BIA Local Office:	
BOR Local Office:	
COE Local Office:	
DOD Local Office:	
NPS Local Office:	
State Local Office:	
Military Local Office:	
USFWS Local Office:	
Other Local Office:	
USFS Region:	
USFS Forest/Grassland:	USFS Ranger District:

Operator Name: MEWBOURNE OIL COMPANY

Well Name: FULLER 14/11 W2HA FED

Well Number: 3H

Fee Owner: Pecos Valley District Phone: (575)622-7000 Surface use plan certific Surface use plan certific Surface access agreeme Surface Access Agreem Surface Access Bond BI BLM Surface Access Bond BI	ation: NO ation document: ent or bond: Agreement ent Need description: SU/ LM or Forest Service: nd number:	Fee Owner Address: PO Box 1346 Roswell NM 88202 Email: A in place
Disturbance type: NEW ACCES	SS ROAD	
Describe:		
Surface Owner: BUREAU OF L/		
Other surface owner description	on:	
BIA Local Office:		
BOR Local Office:		
COE Local Office:		
DOD Local Office:		
NPS Local Office:		
State Local Office:		
Military Local Office:		
USFWS Local Office:		
Other Local Office:		
USFS Region:		
USFS Forest/Grassland:		USFS Ranger District:

Well Number: 3H

Section 12 - Other Information

Right of Way needed? NO ROW Type(s): **Úse APD as ROW?**

ROW Applications

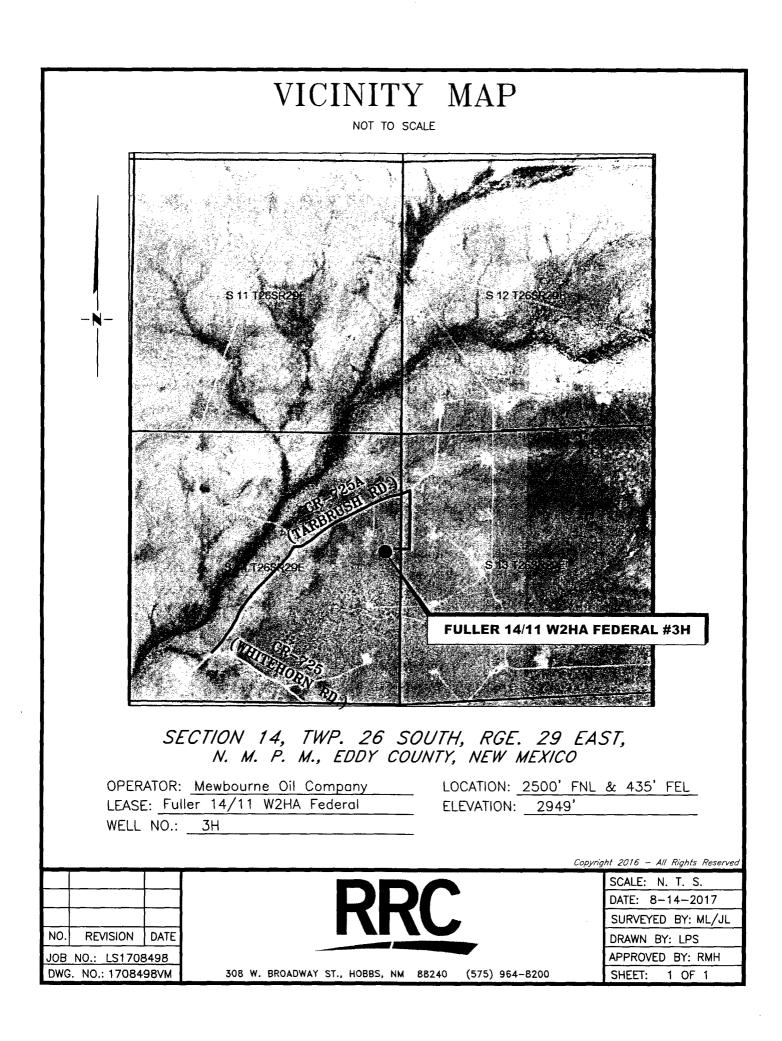
SUPO Additional Information: NONE

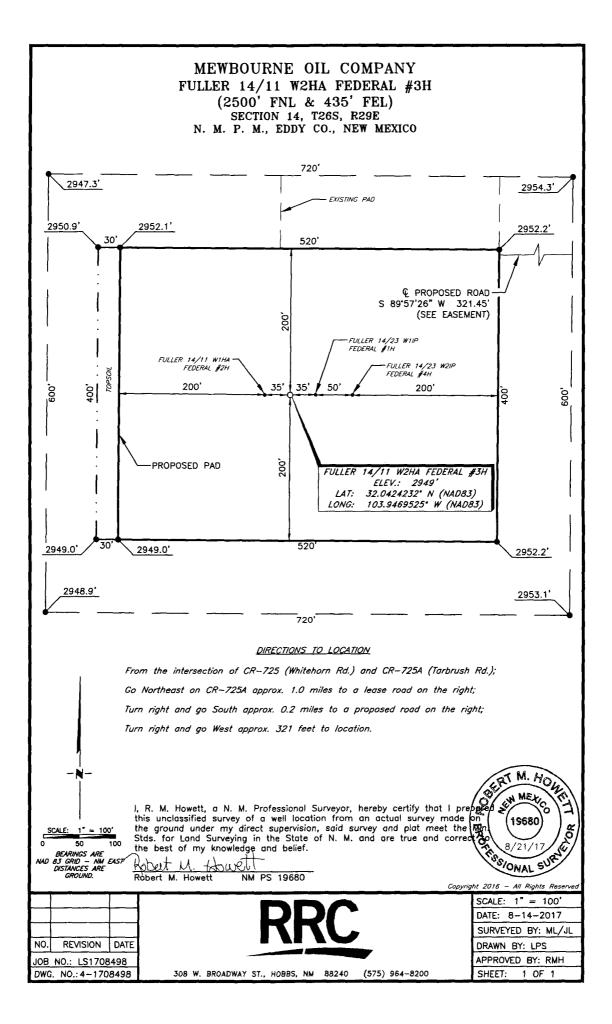
Use a previously conducted onsite? YES

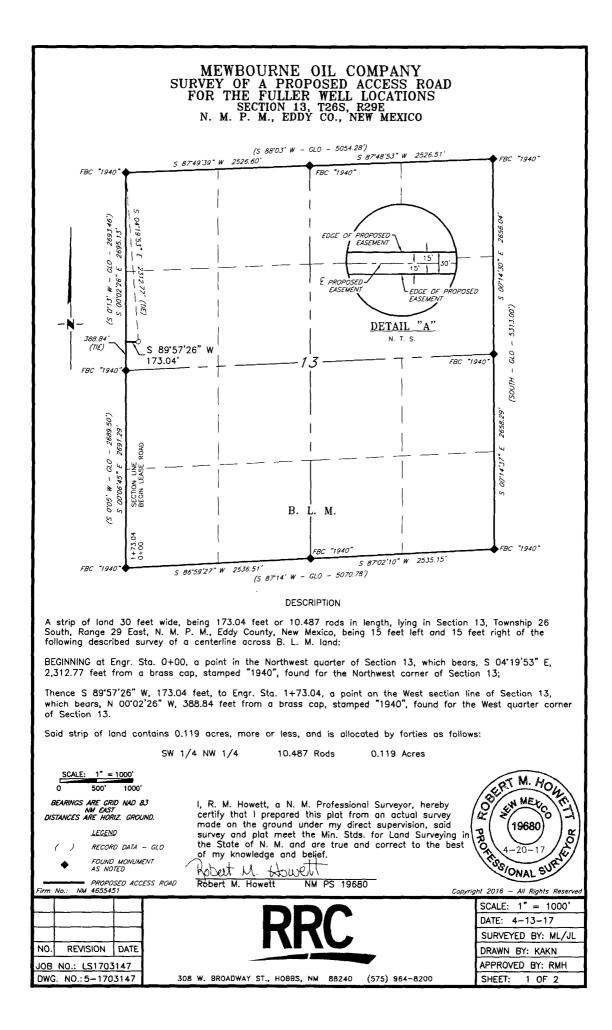
Previous Onsite information: APR 18 2017 Met with Brooke Wilson (BLM) & RRC Surveying and staked location @ 2500' FSL & 330' FEL, Sec 14, T26S, R29E, Eddy Co., NM. (Elevation @ 2954'). This appears to be a drillable location with pit area to the N. Topsoil W. Reclaim all sides. Road to the E. Shares pad with the six other wells. Pad size 550' x 895'. Battery will be offsite AUG 15 2017 Met with RRC Surveying and re-staked location to accommodate walking rig @ 2500' FNL & 435' FEL, Sec 14, T26S, R29E, Eddy Co., NM. (Elevation @ 2949'). This appears to be a drillable location with pit area to the N. Topsoil W. Reclaim all sides. Road to the E. Battery will be offsite to N on edge of pad. Location will not require on-site per Bobby Ballard w/BLM

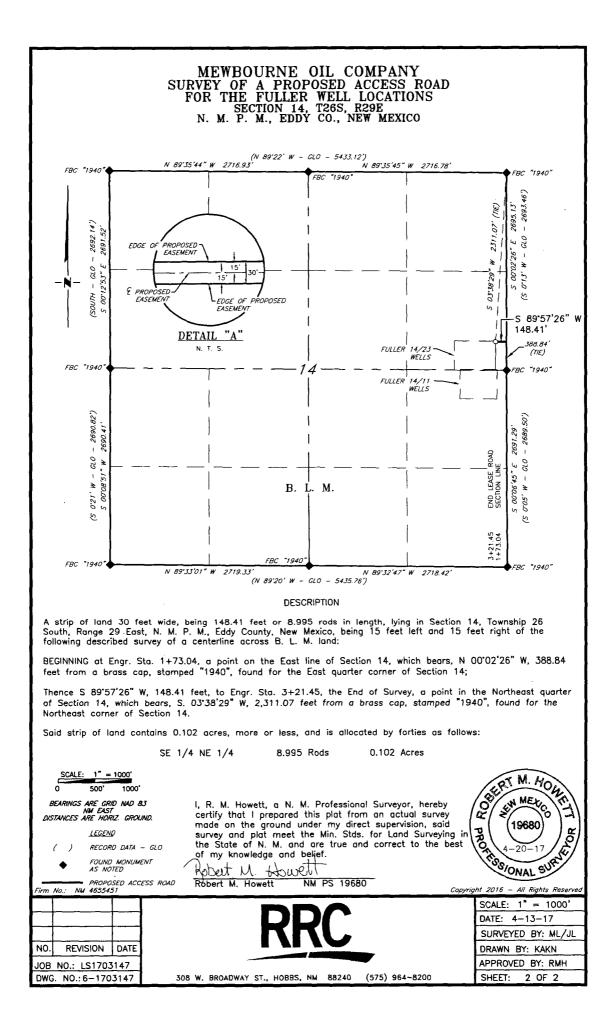
Other SUPO Attachment

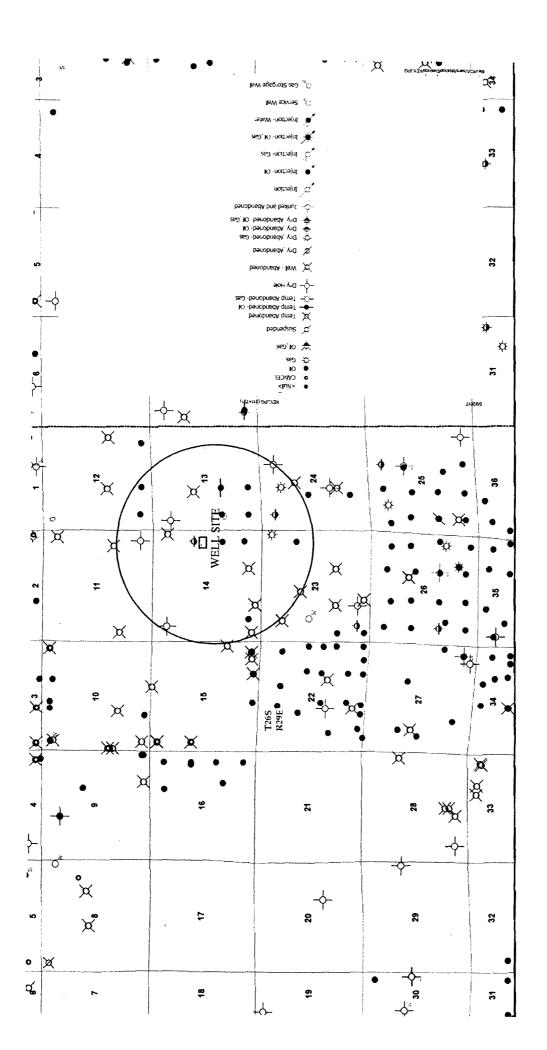
Fuller14_11W2HAFed3H_interimreclamationmap_20170830104612.pdf Fuller14_11W2HAFed3H_GASCAPTUREPLAN_20170830104620.pdf





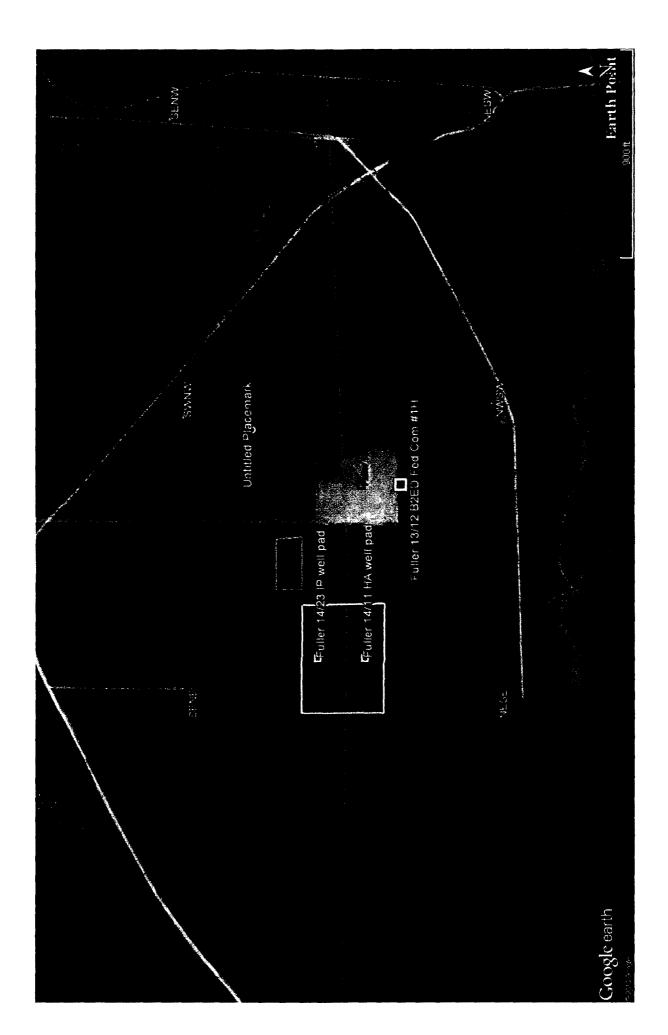






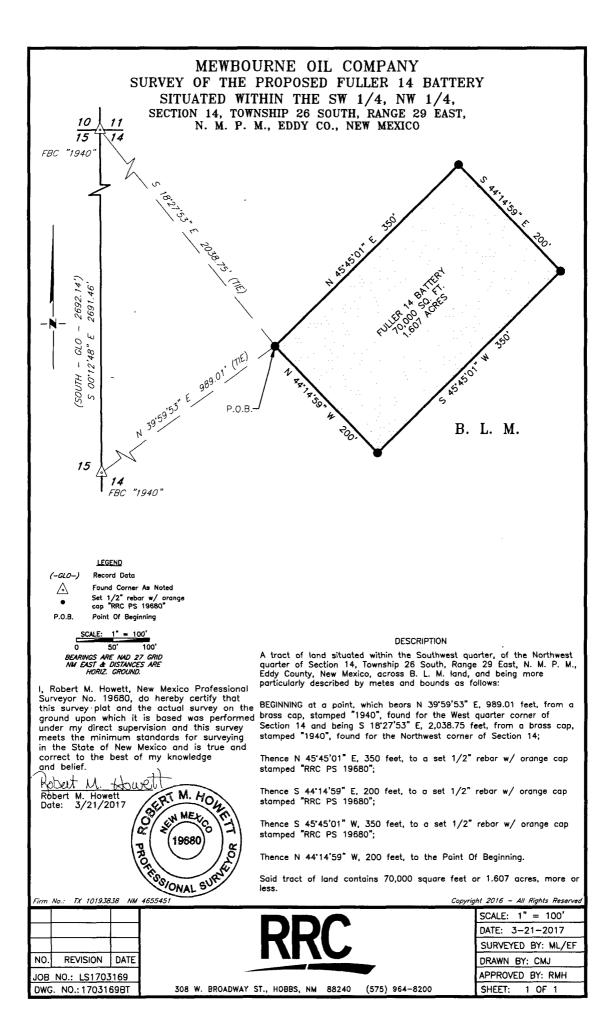
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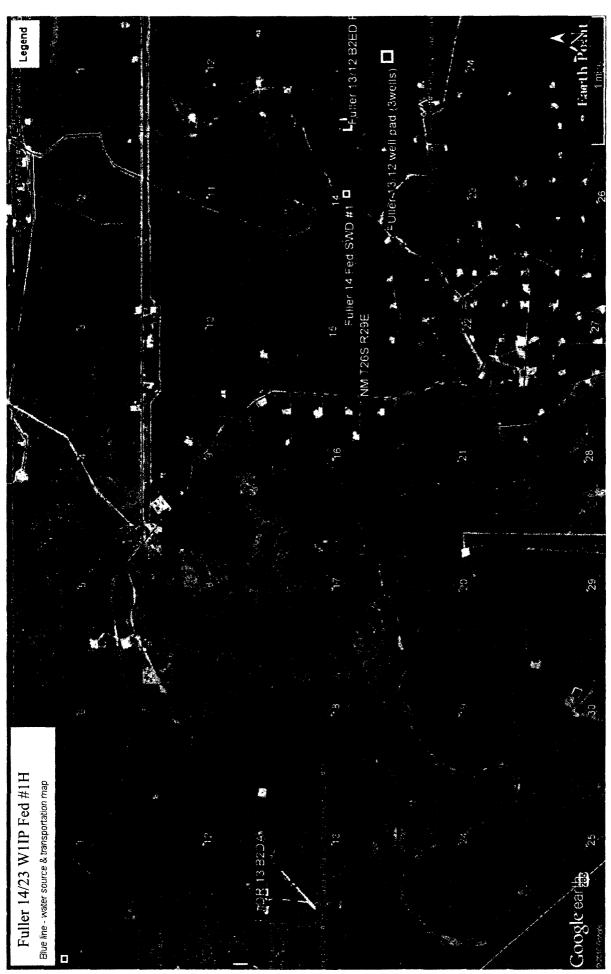


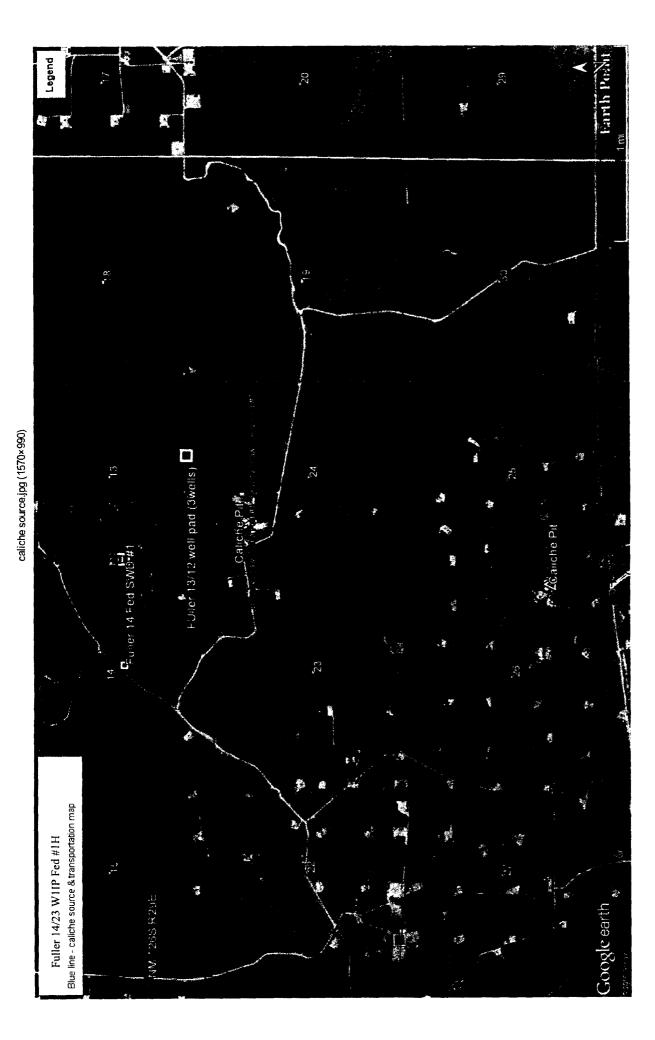
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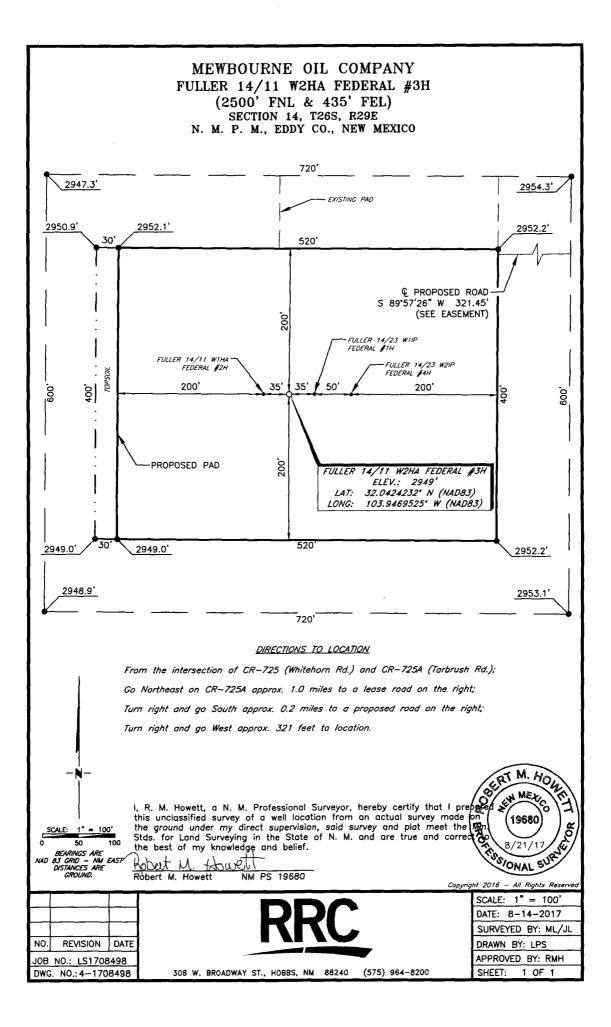
3/21/2017











Submit Original to Appropriate District Office

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

GAS CAPTURE PLAN

Date: 6-30-17

☑ Original
 □ Amended - Reason for Amendment:

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
FULLER 14/11 W1HA FED #1H		H-14-26S-29E	2500 FNL & 470 FE	L 0	NA	ONLINE AFTER FRAC
FULLER 14/11 W2HA FED #3H		H-14-26S-29E	2500 FNL & 435 FE	LO	NA	ONLINE AFTER FRAC

Gathering System and Pipeline Notification

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>western</u> system at that time. Based on current information, it is <u>Operator's</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

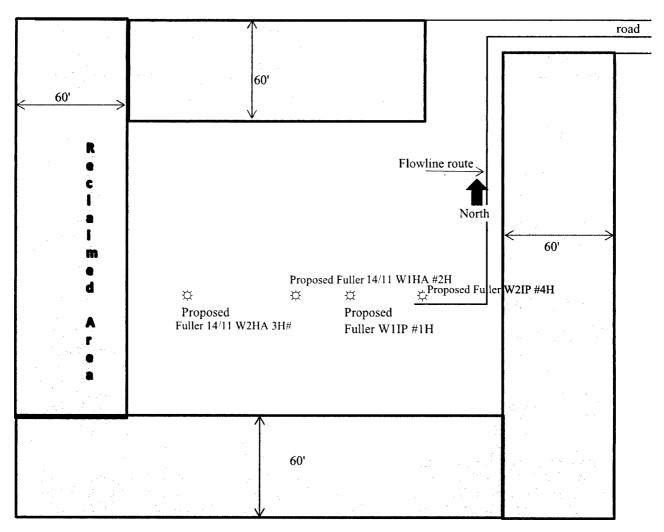
Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

Interim Reclamation Area





Mewbourne Oil Company Fuller 14/11 W2HA Fed #3H 2500' FNL & 435' FEL Sec 14 T26S r29E Eddy County, NM



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

Injection well type:

Injection well number:

Assigned injection well API number?

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: Surface discharge PWD discharge volume (bbl/day): Surface Discharge NPDES Permit? Surface Discharge NPDES Permit attachment: Surface Discharge site facilities information: Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: Other PWD discharge volume (bbl/day): Other PWD type description: Other PWD type attachment: Have other regulatory requirements been met? Other regulatory requirements attachment: Injection well name: Injection well API number:

PWD disturbance (acres):

PWD disturbance (acres):

WAFMSS

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Bond Information

Federal/Indian APD: FED

BLM Bond number: NM1693

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Bond Info Data Report

12/12/2017

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: