

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(575) 393-6161 Fax:(575) 393-0720
District II
 811 S. First St., Artesia, NM 88210
 Phone:(575) 748-1283 Fax:(575) 748-9720
District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

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

Form C-101
 August 1, 2011
 Permit 148938

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| | | |
|--|--------------------------------------|-------------------------------|
| 1. Operator Name and Address MEWBOURNE OIL CO Po Box 5270 Hobbs, NM 88241 | | 2. OGRID Number 14744 |
| | | 3. API Number 30-015-40301 |
| 4. Property Code 39228 | 5. Property Name WYATT DRAW 13 PA | 6. Well No. 001H |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| A | 24 | 19S | 25E | A | 190 | N | 970 | E | EDDY |

8. Pool Information

| | |
|--------------------------------|-------|
| N. SEVEN RIVERS; GLORIETA-YESO | 97565 |
|--------------------------------|-------|

Additional Well Information

| | | | | |
|--------------------------|----------------------------|--|---------------------------|------------------------------------|
| 9. Work Type New Well | 10. Well Type OIL | 11. Cable/Rotary | 12. Lease Type Private | 13. Ground Level Elevation 3391 |
| 14. Multiple N | 15. Proposed Depth 7500 | 16. Formation Yeso Formation | 17. Contractor | 18. Spud Date 7/1/2012 |
| Depth to Ground water | | Distance from nearest fresh water well | | Distance to nearest surface water |

19. Proposed Casing and Cement Program

| Type | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 12.25 | 9.625 | 36 | 750 | 400 | 0 |
| Prod | 8.75 | 7 | 26 | 3100 | 400 | 0 |
| Prod | 6.125 | 4.5 | 11.6 | 7500 | 0 | 0 |

Casing/Cement Program: Additional Comments

MOC proposes to drill & test the Yeso. Will have on location & working all H2S safety equipment before San Andres formation. The 4 1/2" liner set @ 2600' to TD will utilize a packer port system (no Cmt) in the lateral hole. 7" csg will be cemented & will provide lease line isolation.

Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|---------|------------------|---------------|--------------|
| Annular | 2000 | 4000 | Schaffer |

| | | |
|--|----------------------------------|---------------------------------|
| I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> . | OIL CONSERVATION DIVISION | |
| | Approved By: Randy Dade | |
| Printed Name: Electronically filed by Monty Whetstone | Title: District Supervisor | |
| Title: Vice President Operations | Approved Date: 5/17/2012 | Expiration Date: 5/17/2014 |
| Email Address: prodmgr@mewbourne.com | | |
| Date: 5/16/2012 | Phone: 903-561-2900 | Conditions of Approval Attached |

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

Form C-102
 August 1, 2011
 Permit 148938

WELL LOCATION AND ACREAGE DEDICATION PLAT

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|-------------------------------|--------------------------------------|--|
| 1. API Number 30-015-40301 | 2. Pool Code 97565 | 3. Pool Name N. SEVEN RIVERS; GLORIETA-YESO |
| 4. Property Code 39228 | 5. Property Name WYATT DRAW 13 PA | 6. Well No. 001H |
| 7. OGRID No. 14744 | 8. Operator Name MEWBOURNE OIL CO | 9. Elevation 3391 |

10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| A | 24 | 19S | 25E | | 190 | N | 970 | E | EDDY |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|-------------------------------|---------|---------------------|-------|------------------------|-----------|----------|---------------|----------|--------|
| A | 13 | 19S | 25E | A | 330 | N | 970 | E | EDDY |
| 12. Dedicated Acres 160.00 | | 13. Joint or Infill | | 14. Consolidation Code | | | 15. Order No. | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | | | | | | | | | | | | | | | | | |
|--|--|--|--|---|--|--|--|--|--|--|--|--|--|--|--|--|---|
| <table border="1"> <tr><td></td><td></td><td></td><td align="center">■</td></tr> <tr><td></td><td></td><td></td><td></td></tr> <tr><td></td><td></td><td></td><td></td></tr> <tr><td></td><td></td><td></td><td></td></tr> </table> | | | | ■ | | | | | | | | | | | | | <p align="center">OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>E-Signed By: Monty Whetstone Title: Vice President Operations Date: 5/16/2012</p> |
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| <p align="center">SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Surveyed By: Gary Jones Date of Survey: 4/5/2012 Certificate Number: 7977</p> | | | | | | | | | | | | | | | | | |

Permit Comments

Operator: MEWBOURNE OIL CO , 14744

Well: WYATT DRAW 13 PA #001H

API: 30-015-40301

| Created By | Comment | Comment Date |
|-------------------|---|---------------------|
| NMYOUNG | Mud Program: 0-650' FW w/mud sweeps. 650' to 2800' FW w/mud sweeps. 2800' to TD FW mud. | 5/16/2012 |
| CSHAPARD | Land p/P | 5/17/2012 |

Permit Conditions of Approval

Operator: MEWBOURNE OIL CO , 14744

Well: WYATT DRAW 13 PA #001H

API: 30-015-40301

| OCD Reviewer | Condition |
|-------------------------|--|
| CSHAPARD | Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string |