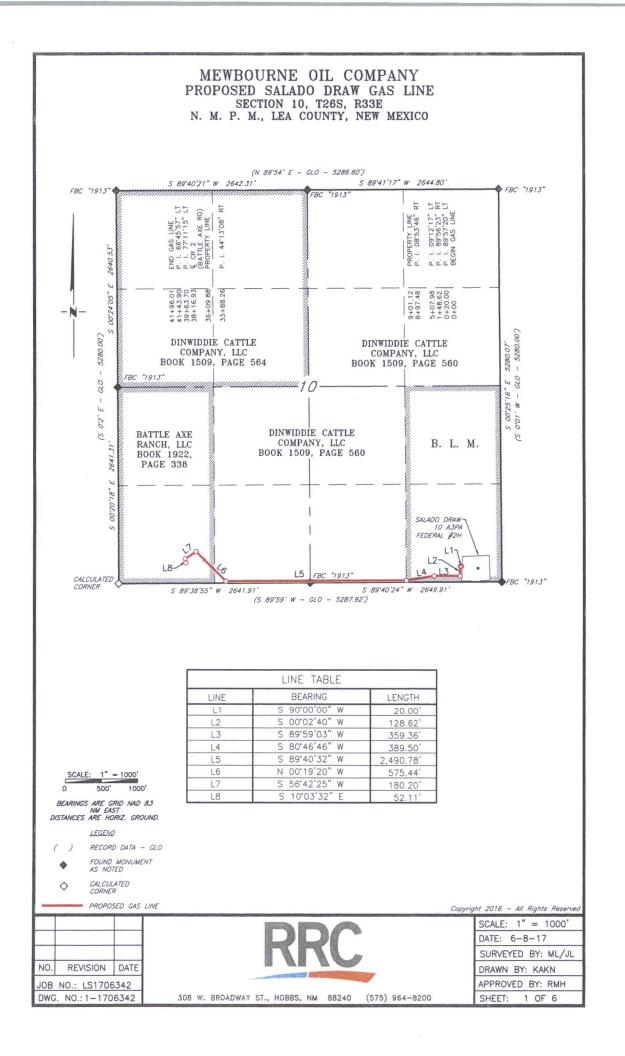
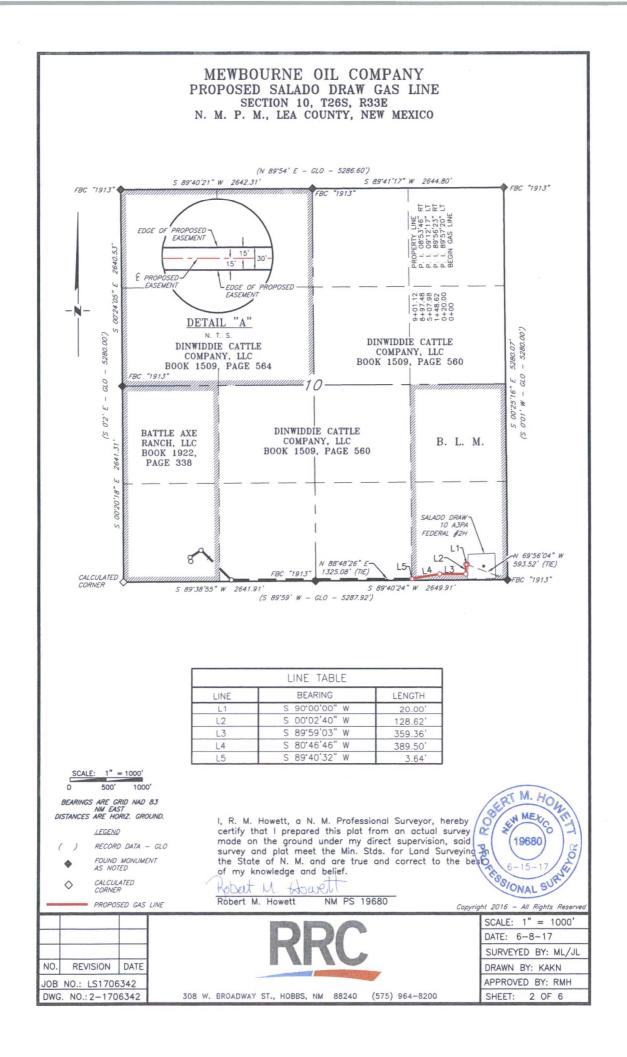
Form 3160-5 (June 2015) B SUNDRY Do not use the abandoned we	UNITED STATES EPARTMENT OF THE II UREAU OF LAND MANA NOTICES AND REPO is form for proposals to II. Use form 3160-3 (API TRIPLICATE - Other inst	LLS enter an roposals.	Hobbs	FORM A OMB NO Expires: Ja 5. Lease Serial No. NMNM02965A	APPROVED D. 1004-0137 nuary 31, 2018		
SUBMIT IN	TRIPLICATE - Other inst	tructions on	oage 2	1km	7. If Unit or CA/Agree	ement, Name and/or No.	
 Type of Well ☑ Oil Well ☑ Gas Well ☑ Otl 					8. Well Name and No. SALADO DRAW 10 W1PA FED COM 2H		
2. Name of Operator MEWBOURNE OIL COMPAN	Contact: IY E-Mail: jlathan@m	JACKIE LATI ewbourne.com	IAN		 API Well No. 30-025-42837 		
3a. Address PO BOX 5270 HOBBS, NM 88241	3a. Address PO BOX 5270				10. Field and Pool or F 98097	Exploratory Area	
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)			11. County or Parish, S	State	
Sec 15 T26S R33E Mer NMP	NENW 250FNL 530FEL	(LEA COUNTY, NM		
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	FE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA	
TYPE OF SUBMISSION			TYPE OF	FACTION			
Notice of Intent	Acidize	Dee	pen	Product	tion (Start/Resume)	□ Water Shut-Off	
-	Alter Casing	🗖 Hyd	raulic Fracturing	Reclam	ation	U Well Integrity	
Subsequent Report	Casing Repair	🗖 New	Construction	Recomp	olete	🛛 Other	
Final Abandonment Notice	□ Change Plans □ Convert to Injection	Plug Plug	and Abandon	Tempor Water I	Temporarily Abandon		
 determined that the site is ready for final inspection. Mewbourne Oil Company has an approved APD for the above well. Mewbourne would like to make the following changes: Change production facility to be placed on Salado Draw 10 A3PA Fed #2H @ 185' FSL & 330' FEL, Sec 10 T26S R33E. A 2 7/8" steel flow line will be laid following the lease road. This will also change the interim reclamation of the subject well. Please see attached diagrams. 2 - MOC would like to install a buried 12" SWD line & buried 4" SWD line. See attached plats for details. Please call Bradley Bishop with any questions. 							
14. I hereby certify that the foregoing is	s true and correct.	379521 verifie	d by the BIMWe	II Information	n System		
Electronic Submission #379521 verific For MEWBOURNE OIL CO Committed to AFMSS for processing b Name (Printed/Typed) BRADLEY BISHOP			MPANY, sent to the Hobbs DEBORAH MCKINNEY on 06/30/2017 () Title REGULATORY				
Signature (Electronic	ignature (Electronic Submission) Date 06/22/2017						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved By	1- Myter		Title for FI	IELD MANA	GER	10/17/17	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office CARLSBAD FIELD OFFICE							
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.							
(Instructions on page 2) ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **							



, X.



MEWBOURNE OIL COMPANY PROPOSED SALADO DRAW GAS LINE SECTION 10, T265, R33E N. M. P. M., LEA COUNTY, NEW MEXICO

DESCRIPTION

A strip of land 30 feet wide, being 901.12 feet or 54.613 rods in length, lying in Section 10, Township 26 South, Range 33 East, N. M. P. M., Lea County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across B.L.M. land:

BEGINNING at Engr. Sta. 0+00, a point in the Southeast quarter of Section 10, which bears, N 69'56'04" W, 593.52 feet from a brass cap, stamped "1913", found for the Southeast corner of Section 10;

Thence S 90°00'00" W, 20.00 feet, to Engr. Sta. 0+20.00, a P.I. of 89°57'20" left;

Thence S 00°02'40" W, 128.62 feet, to Engr. Sta. 1+48.62, a P.I. of 89°56'23" right;

Thence S 89'59'03" W, 359.36 feet, to Engr. Sta. 5+07.98, a P.I. of 09'12'17" left;

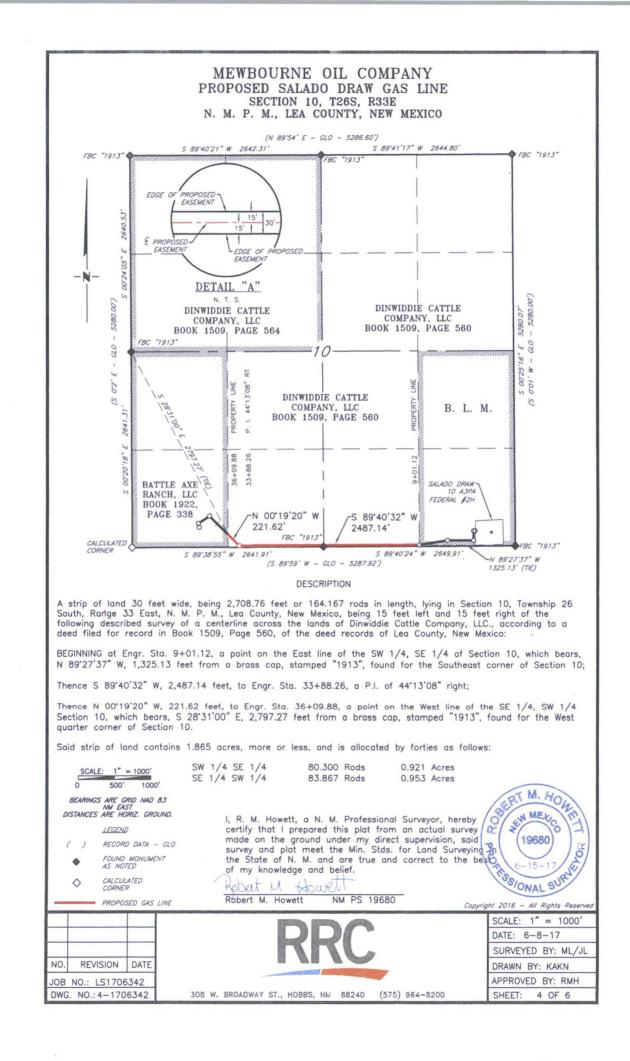
Thence S 80'46'46" W, 389.50 feet, to Engr. Sta. 8+97.48, a P.I. of 08'53'46" right;

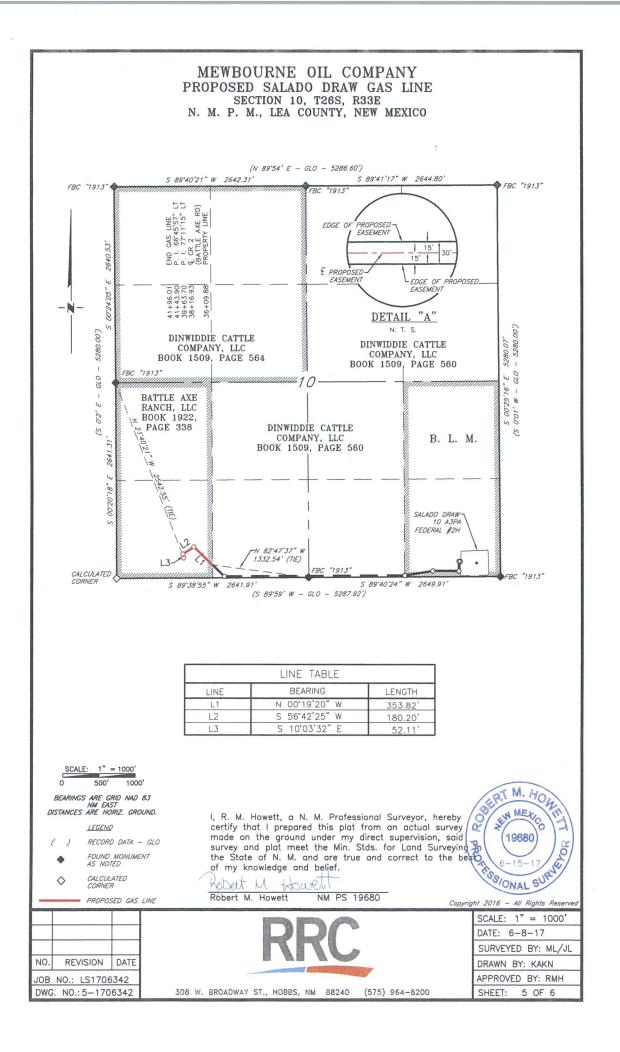
Thence S 89'40'32" W, 3.64 feet, to Engr. Sta. 9+01.12, a point on the West line of the SE 1/4, SE 1/4, of Section 10, which bears, N 88'48'26" E, 1,325.08 feet from a brass cap, stamped "1913", found for the South guarter corner of Section 10.

Said strip of land contains 0.621 acres, more or less, and is allocated by forties as follows:

SE 1/4 SE 1/4 54.613 Rods 0.621 Acres

	Copyrig	aht 2016 – All Rights Reserved
		SCALE: 1" = 1000'
		DATE: 6-8-17
		SURVEYED BY: ML/JL
NO. REVISION DATE		DRAWN BY: KAKN
JOB NO.: LS1706342		APPROVED BY: RMH
DWG. NO.: 2-1706342	308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200	SHEET: 3 OF 6





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MEWBOURNE OIL COMPANY PROPOSED SALADO DRAW GAS LINE SECTION 10, T265, R33E N. M. P. M., LEA COUNTY, NEW MEXICO

DESCRIPTION

A strip of land 30 feet wide, being 586.13 feet or 35.523 rods in length, lying in Section 10, Township 26 South, Range 33 East, N. M. P. M., Lea County, New Mexico, being 15 feet left and 15 feet right of the following described survey of a centerline across the lands of Battle Axe Ranch, LLC., according to a deed filed for record in Book 1922, Page 338, of the deed records of Lea County, New Mexico:

BEGINNING at Engr. Sta. 36+09.88, a point on the East line of the SW 1/4, SW 1/4 of Section 10, which bears, N 82'47'37" W, 1,332.54 feet from a brass cap, stamped "1913", found for the South quarter corner of Section 10;

Thence N 00'19'20" W, 353.82 feet, to Engr. Sta. 39+63.70, a P.I. of 77'11'15" left;

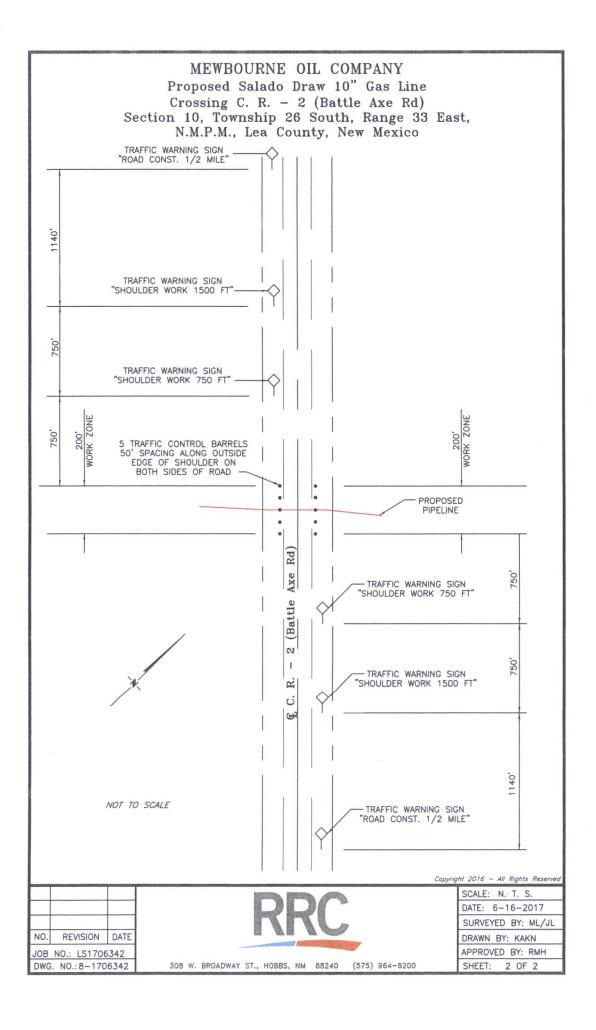
Thence S 56'42'25" W, 180.20 feet, to Engr. Sta. 41+43.90, a P.I. of 66'45'57" left;

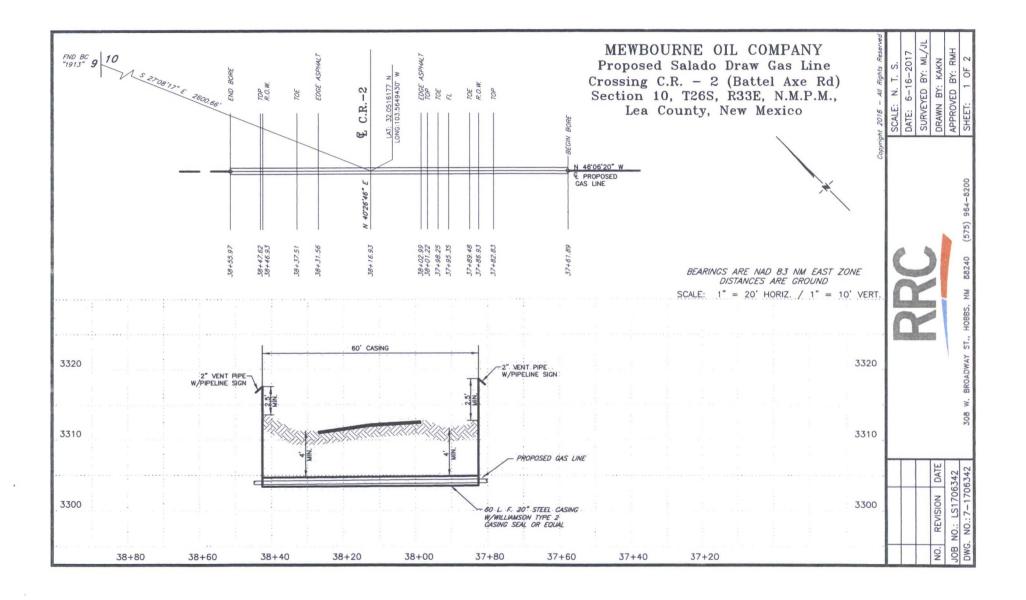
Thence S 10'03'32" E, 52.11 feet, to Engr. Sta. 41+96.01, the End of Survey, a point in the Southwest quarter of Section 10, which bears, S 21'40'21" E, 2,542.55 feet from a brass cap, stamped "1913", found for the West quarter corner of Section 10.

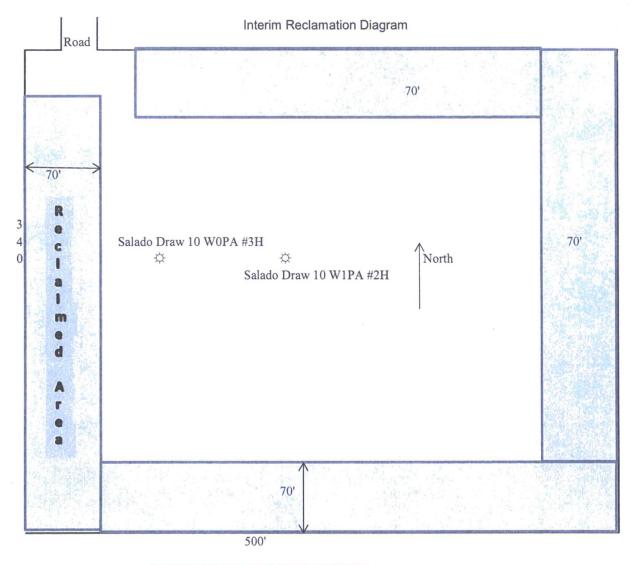
Said strip of land contains 0.404 acres, more or less, and is allocated by forties as follows:

SW 1/4 SW 1/4 35.523 Rods 0.404 Acres

			Copyrig	ht 2016 – All Rights Reserved
			BBA	SCALE: 1" = 1000'
				DATE: 6-8-17
				SURVEYED BY: ML/JL
NO.	REVISION	DATE		DRAWN BY: KAKN
JOB	NO.: LS1706	5342		APPROVED BY: RMH
DWG	. NO.: 6-170	6342	308 W. BROADWAY ST., HOBBS, NM 88240 (575) 964-8200	SHEET: 6 OF 6







Mewbourne Oil Company Salado Draw 10 W0PA Fed Com #3H 250' FNL & 580' FEL Sec 15 T26S R33E Lea County, NM

Exhibit A

Mewbourne Oil Company Lease No. NMNM 02965A Salado Draw 10 W1PA FED COM 2H Salado Draw 10 WOPA FED COM 3H Salado Draw 10 A3PA Federal 2H Production Facility, Surface Flow Line, and Buried Pipeline

October 12, 2017

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Grant and attachments, including stipulations, survey plat(s) and/or map(s), shall be on location during construction. BLM personnel may request to review a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, Holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC § 2601 *et seq.* (1982) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant (*see* 40 CFR, Part 702-799 and in particular, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193). Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. Holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. § 9601, *et seq.* or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, *et seq.*) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way Holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way Holder on the Right-of-Way. This provision applies without regard to whether a release is caused by Holder, its agent, or unrelated third parties.

4. Holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. Holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:

- a. Activities of Holder including, but not limited to: construction, operation, maintenance, and termination of the facility;
- b. Activities of other parties including, but not limited to:
 - (1) Land clearing
 - (2) Earth-disturbing and earth-moving work
 - (3) Blasting
 - (4) Vandalism and sabotage;
- c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of Holder, regardless of fault. Upon failure of Holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he/she deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of Holder. Such action by the Authorized Officer shall not relieve Holder of any responsibility as provided herein.

6. All construction and maintenance activity shall be confined to the authorized right-of-way width of **20** feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline shall be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline shall be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity shall be confined to existing roads or right-of-ways.

7. No blading or clearing of any vegetation shall be allowed unless approved in writing by the Authorized Officer.

8. Holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline shall be "snaked" around hummocks and dunes rather than suspended across these features.

9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.

13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.

14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.

15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder 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 will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.

16. 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, powerline 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.

17. Surface pipelines shall be less than or equal to 4 inches and a working pressure below 125 psi.

- 18. Special Stipulations:
 - a. The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction and no further construction will be done at that point until clearance has been issued by the Authorized Officer. Special restoration stipulations or a realignment may be required at such intersections, if any. The project will be routed around sinkholes and other karst features when practical. Turnout ditches and drainage leadoffs will not be constructed in such a manner as to increase or decrease the natural flow of water into or out of cave or karst features.

STANDARD STIPULATIONS FOR BURIED INSTALLED PIPELINES

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 <u>et seq.</u> (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, <u>et seq</u>.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of <u>36</u> inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be <u>30</u> feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>20</u> feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation.*)
- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed <u>30</u> feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)
- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately <u>6</u> inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

() seed mixture 1	() seed mixture 3
(X) seed mixture 2	() seed mixture 4
() seed mixture 2/LPC	() Aplomado Falcon Mixture

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder 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 will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. 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 associated roads, 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.

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18. <u>Escape Ramps</u> - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.