	Rec'd 08/28/2020 - NMOCD							
Form 3160-5 June 2015) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT					FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018			
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					<ul><li>5. Lease Serial No. NMNM033312A</li><li>6. If Indian, Allottee or Tribe Name</li></ul>			
							SUBMIT I	N TRIPLICATE - Other instr
1. Type of Well ☐ Gas Well ☐ Other					. Well Name and No. BLACK SHEEP 4/3	33 B3PA FED COM 2H		
2. Name of Operator       Contact:       JACKIE LATHAN         MEWBOURNE OIL COMPANY       E-Mail: jlathan@mewbourne.com					9. API Well No. 30-025-45601-00-X1			
3a. Address         3b. Phone No           P O BOX 5270         Ph: 575-39           HOBBS, NM 88241         Ph: 575-39			(include area code) 10. Field and Pool or Exploratory Area GRAMA RIDGE-BONE SPRING			xploratory Area BONE SPRINGS, WE		
4. Location of Well (Footage, Sec	., T., R., M., or Survey Description)			1	11. County or Parish, State			
Sec 4 T22S R34E SWSE 222FSL 2078FEL 32.414085 N Lat, 103.473068 W Lon					LEA COUNTY, NM			
12. CHECK THE	APPROPRIATE BOX(ES)	FO INDICATE N	NATURE OF	F NOTICE, R	EPORT, OR OTH	ER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION						
☑ Notice of Intent	□ Acidize	Deepen		Production	n (Start/Resume)	UWater Shut-Off		
—	□ Alter Casing	-	c Fracturing	🗖 Reclamati		U Well Integrity		
□ Subsequent Report	Casing Repair	□ New Cor		□ Recomple		Other Change to Original A		
☐ Final Abandonment Notice	<ul> <li>Change Plans</li> <li>Convert to Injection</li> </ul>	Plug and Plug Bac		□ Temporari	-	PD		
Attach the Bond under which the following completion of the invol testing has been completed. Final determined that the site is ready for Mewbourne Oil Company re	equests approval to make the the 9 5/8" intermediate csg	he Bond No. on file ults in a multiple con d only after all requin e following chang	with BLM/BIA apletion or reco- rements, includi es to the app	. Required subsempletion in a new ing reclamation, l proved APD:	quent reports must be f v interval, a Form 3160 have been completed an	filed within 30 days )-4 must be filed once		
14. I hereby certify that the foregoin	Electronic Submission #5	23199 verified by	the BLM Wel	I Information S	ystem			
c	For MEWBOU ommitted to AFMSS for proce	RNE OIL COMPÁI ssing by PRISCIL			0PP3165SE)			
Name(Printed/Typed) ANDY	TAYLOR	Titl	e ENGINE	ER				
Signature (Electron	ic Submission)	Dat	e 07/27/20	020				
	THIS SPACE FO	R FEDERAL O	R STATE					
Approved By_OLABODE_AJIBO	) A	Tit		UM ENGINEE	R	Date 08/25/2020		
Conditions of approval, if any, are atta	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.		subject lease	Office Hobbs					

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) \*\* BLM REVISED \*\*

## Revisions to Operator-Submitted EC Data for Sundry Notice #523199

	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	CSG-ALTER NOI	APDCH NOI
Lease:	NMNM033312A	NMNM033312A
Agreement:		
Operator:	MEWBOURNE OIL COMPANY PO BOX 5270 HOBBS, NM 88241 Ph: 575-393-5905	MEWBOURNE OIL COMPANY P O BOX 5270 HOBBS, NM 88241 Ph: 575.393.5905
Admin Contact:	JACKIE LATHAN AUTHORIZED REPRESENTATIVE E-Mail: jlathan@mewbourne.com	JACKIE LATHAN AUTHORIZED REPRESENTATIVE E-Mail: jlathan@mewbourne.com
	Ph: 575-393-5905	Ph: 575-393-5905
Tech Contact:	ANDY TAYLOR ENGINEER E-Mail: ataylor@mewbourne.com	ANDY TAYLOR ENGINEER E-Mail: ataylor@mewbourne.com
	Ph: 575-393-5905	Ph: 575.393.5905
Location: State: County:	NM LEA	NM LEA
Field/Pool:	GRAMMA RIDGE BONE SPRING	GRAMA RIDGE-BONE SPRINGS, WEST
Well/Facility:	BLACK SHEEP 4/33 B3PA FED COM 2H Sec 4 T22S R34E Mer NMP SWSE 222FSL 2078FEL	BLACK SHEEP 4/33 B3PA FED COM 2H Sec 4 T22S R34E SWSE 222FSL 2078FEL 32.414085 N Lat, 103.473068 W Lon

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	MEWBOURNE OIL COMPANY
LEASE NO.:	NMNM033312A
WELL NAME & NO.:	BLACK SHEEP 4/33 B3PA FED COM 2H
SURFACE HOLE FOOTAGE:	222' FSL & 2078' FEL
<b>BOTTOM HOLE FOOTAGE</b>	100' FNL & 660' FEL
LOCATION:	Section 4, T. 22 S., R 34 E., NMPM
COUNTY:	Lea County, New Mexico

## COA

H2S	• Yes	C No	
Potash	• None	C Secretary	C R-111-P
Cave/Karst Potential	• Low	C Medium	C High
Variance	C None	• Flex Hose	C Other
Wellhead	Conventional	Multibowl	C Both
Other	□4 String Area	Capitan Reef	□ WIPP
Other	Fluid Filled	Cement Squeeze	Pilot Hole
Special Requirements	Water Disposal	COM	🗖 Unit

### All Previous COAs Still Apply.

#### A. CASING

- 1. The **13-3/8** inch surface casing shall be set at approximately **1782 feet** (a minimum of **25 feet** (**Lea County**) into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - 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 will be a minimum of  $\underline{8}$ <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
  - 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.

- 2. The minimum required fill of cement behind the **9-5/8** inch intermediate casing, which shall be set at approximately **5400 feet** is:
  - Cement to surface. If cement does not circulate see B.1.a, c-d above.
  - Special Capitan Reef requirements. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
    - Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
    - Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.
- 3. The minimum required fill of cement behind the **7-5/8** inch production casing is:

Operator has proposed DV tool at depth of **4250'**, 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. If an ECP is used, it is to be set a minimum of 50' below the shoe to provide cement across the shoe. If it cannot be set below the shoe, a CBL shall be run to verify cement coverage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
   Excess cement calculates to -74%, additional cement might be required.
- b. Second stage above DV tool:
  - Cement should tie-back at least **50 feet** above the Capitan Reef. Operator shall provide method of verification.
- 4. The minimum required fill of cement behind the 4-1/2 inch production liner is:

• Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification.

## **B. PRESSURE CONTROL**

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000** (**5M**) psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

## C. 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>

## OTA08252020