

HOBBS OCD

JUL 24 2017

FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMNM 13838
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator MEWBOURNE OIL COMPANY (14744)		7. If Unit or CA Agreement, Name and No.
3a. Address PO Box 5270 Hobbs NM 88240		8. Lease Name and Well No. (318402) PRONGHORN 15 B3BO FED COM 1H
3b. Phone No. (include area code) (575)393-5905		9. API Well No. 30-025-43903
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface NWNE / 185 FNL / 1700 FEL / LAT 32.3113665 / LONG -103.4549113 At proposed prod. zone SWSE / 330 FSL / 2150 FEL / LAT 32.2982694 / LONG -103.4552247		10. Field and Pool, or Exploratory (2209) ANTELOPE RIDGE WEST / BONE SPR
14. Distance in miles and direction from nearest town or post office* 20 miles		11. Sec., T. R. M. or Blk. and Survey or Area SEC 15 / T2S3 / R34E / NMP
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 185 feet	16. No. of acres in lease 400	12. County or Parish LEA
17. Spacing Unit dedicated to this well 160	13. State NM	
18. Distance from proposed location* to nearest well, drilling, completed, 1040 feet applied for, on this lease, ft.	19. Proposed Depth 11277 feet / 15864 feet	20. BLM/BIA Bond No. on file FED: NM1693
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3394 feet	22. Approximate date work will start* 02/14/2017	23. Estimated duration 60 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the BLM.

25. Signature (Electronic Submission)	Name (Printed Typed) Bradley Bishop / Ph: (575)393-5905	Date 11/18/2016
Title Regulatory		
Approved by (Signature) (Electronic Submission)	Name (Printed Typed) Cody Layton / Ph: (575)234-5959	Date 07/14/2017
Title Supervisor Multiple Resources		

Application approval 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.
Conditions of approval, if any, are attached.

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.

(Continued on page 2)

*(Instructions on page 2)

APPROVED WITH CONDITIONS

KZ
07/24/17

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.

NOTICES

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.

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.

Additional Operator Remarks

Location of Well

1. SHL: NWNE / 185 FNL / 1700 FEL / TWSP: 23S / RANGE: 34E / SECTION: 15 / LAT: 32.3113665 / LONG: -103.4549113 (TVD: 0 feet, MD: 0 feet)
PPP: NWNE / 330 FNL / 1712 FEL / TWSP: 23S / RANGE: 34E / SECTION: 15 / LAT: 32.311034 / LONG: -103.45605 (TVD: 11149 feet, MD: 11200 feet)
BHL: SWSE / 330 FSL / 2150 FEL / TWSP: 23S / RANGE: 34E / SECTION: 15 / LAT: 32.2982694 / LONG: -103.4552247 (TVD: 11277 feet, MD: 15864 feet)

BLM Point of Contact

Name: Melissa Agee

Title: Legal Instruments Examiner

Phone: 5752345937

Email: magee@blm.gov

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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.

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

Operator Certification Data Report

07/17/2017

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: 11/14/2016

Title: Regulatory

Street Address: PO Box 5270

City: Hobbs

State: NM

Zip: 88240

Phone: (575)393-5905

Email address: bbishop@mewbourne.com

Field Representative

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:



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

Application Data Report

07/17/2017

APD ID: 10400007695

Submission Date: 11/18/2016

Operator Name: MEWBOURNE OIL COMPANY

Well Name: PRONGHORN 15 B3BO FED COM

Well Number: 1H

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - General

APD ID: 10400007695

Tie to previous NOS?

Submission Date: 11/18/2016

BLM Office: HOBBS

User: Bradley Bishop

Title: Regulatory

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM 13838

Lease Acres: 400

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: MEWBOURNE OIL COMPANY

Operator letter of designation: Pronghorn 15 B3BO Fed Com 1H_operatorletterofcertification_11-16-2016.pdf

Keep application confidential? YES

Operator Info

Operator Organization Name: MEWBOURNE OIL COMPANY

Operator Address: PO Box 5270

Zip: 88240

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

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: PRONGHORN 15 B3BO FED COM

Well Number: 1H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: ANTELOPE RIDGE Pool Name: BONE SPRING WEST

Operator Name: MEWBOURNE OIL COMPANY

Well Name: PRONGHORN 15 B3BO FED COM

Well Number: 1H

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Describe other minerals:

Is the proposed well in a Helium production 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: OIL WELL

Describe Well Type:

Well sub-Type: APPRAISAL

Describe sub-type:

Distance to town: 20 Miles

Distance to nearest well: 1040 FT

Distance to lease line: 185 FT

Reservoir well spacing assigned acres Measurement: 160 Acres

Well plat: Pronghorn 15 B3BO Fed Com 1H_well plat1_12-09-2016.pdf

Well work start Date: 02/14/2017

Duration: 60 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

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	MD	TVD
SHL Leg #1	185	FNL	170 0	FEL	23S	34E	15	Aliquot NWNE	32.31136 65	- 103.4549 113	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 13838	339 4	0	0
KOP Leg #1	185	FNL	170 0	FEL	23S	34E	15	Aliquot NWNE	32.31166 5	- 103.4549 113	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 13838	- 741 3	108 07	108 07
PPP Leg #1	330	FNL	171 2	FEL	23S	34E	15	Aliquot NWNE	32.31103 4	- 103.4560 5	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 13838	- 775 5	112 00	111 49

Operator Name: MEWBOURNE OIL COMPANY

Well Name: PRONGHORN 15 B3BO FED COM

Well Number: 1H

	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
EXIT Leg #1	330	FSL	215 0	FEL	23S	34E	15	Aliquot SWSE	32.29826 94	- 103.4552 247	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 13641	- 788 3	158 64	112 77
BHL Leg #1	330	FSL	215 0	FEL	23S	34E	15	Aliquot SWSE	32.29826 94	- 103.4552 247	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 13641	- 788 3	158 64	112 77

United States Department of the Interior
Bureau of Land Management
Roswell Field Office
2909 West Second Street
Roswell, 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 13641
NMNM 13838

Legal Description of Land: Section 15, T-23S, R-34E Eddy County, New Mexico.
Location @ 185' FNL & 1700' FEL.

Formation (if applicable): Antelope Ridge West Bone Spring

Bond Coverage: \$150,000

BLM Bond File: NM1693 Nationwide, NMB 000919

Approved by:

Authorized Signature: _____

Name: Robin Terrell
Title: District Manager
Date: 11-16-2016