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

#### Page 1 of 35

Form C-101 August 1, 2011 Permit 361214

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

1. Operator Name		_								2. OGR	RID Number	
	BOURNE OIL CO	5									14744	
	Box 5270									3. API I		4
	s, NM 88241										30-015-5484	4
4. Property Code 38972			5. Property Na	<sup>me</sup> EEN 21 STAT						6. Well		
38972	2		55	EENZISIAI	ECOM						526H	
					7. Surfa	ce Locatio	n					
UL - Lot	Section	Township	Rang	e	Lot Idn	Feet From		N/S Line	Feet From		E/W Line	County
A	21	26	S	28E	A	6	680	N	4	65	E	Eddy
					8. Proposed Bo	ttom Hole	Location	n				
UL - Lot	Section	Township	Rang	e	Lot Idn	Feet From		N/S Line	Feet From		E/W Line	County
0	21	26	3S	28E	0	1	00	S	19	980	E	Eddy
					9. Pool	Informatio	ı					
HAY HOLLOW;	BONE SPRING										30215	
					Additional	Nell Inform	ation					
11. Work Type New V	Mall	12. Well Type OIL		13. Cable/Ro	otary			14. Leas	se Type State	15. Gro	und Level Elevatic 2979	n
16. Multiple	weii	17. Proposed D	anth	18. Formatio				19. Cont		20. Spu		
N		17. Proposed D 1324			nd Bone Spring S	and		19. Com	lacion	20. Spu	4/8/2024	
Depth to Ground	water	102	10		n nearest fresh water					Distance	e to nearest surface	water
Deptil to Oround	Water			Distance non	in neurost neon water	Wen				Distanto		Water
🛛 We will be us	ing a closed-loc	op system in li	eu of lined pi	ts								
	<b>J</b>											
-					. Proposed Casir							5 // I TOO
Type Surf	Hole Size 17.5		sing Size 3.375	Ca	using Weight/ft 48		Setting D 500			f Cement 10		Estimated TOC
Int1	17.5		9.625		36		2380			10		0
Prod	8.75		7		26		7731			10		2180
Liner1	6.125		4.5		13.5		1324			70		7531
2	0.120			Casi		ama, Aalaliila		-				
MOC means	التعمايين والمعملية	- Dama Carina	- f		ng/Cement Progr				anaa 0 wa hinh			and Mill have an
					does not apply be safety & insuranc						rations were lou	nd. will have on
location & work	ang an rizo sale	aty equiptiment	belore rates	Iomation Io	salety & insurance	e purposes	. wiii Sui					
				22	. Proposed Blow	out Prevent	tion Prog	gram				
	Туре			Working	g Pressure			Test Pre	essure		Man	ufacturer
	Annular			5	000			250	00		SCH	AFFER
	Double Ram			5	000			500	00		SCH	AFFER
	Annular			5	000			250	00		SHC	AFFER
			•									
23. I hereby cer	tify that the infor	mation given a	bove is true a	ind complete	to the best of my				OIL CONSERV	ATION D	DIVISION	
knowledge and	belief.	Ū.										
		d with 19.15.1	4.9 (A) NMAC	🛛 and/or 19	9.15.14.9 (B) NMA	C						
⊠, if applicable	<b>).</b>											
0												
Signature:												
Printed Name:		lly filed by Mon				Approved	l By:	Ward Ri	kala			
Title:	Vice Presid	lent Operation	s			Title:						
Email Address:	00	wbourne.com				Approved		3/13/202		Ex	piration Date: 3/1	3/2026
Date:	3/8/2024		Phone	: 903-561-29	00	Conditio	ons of Ap	proval Attac	hed			

1625 N. French Dr., Hobbs, NM 88240

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

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Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

District I

District II

District III

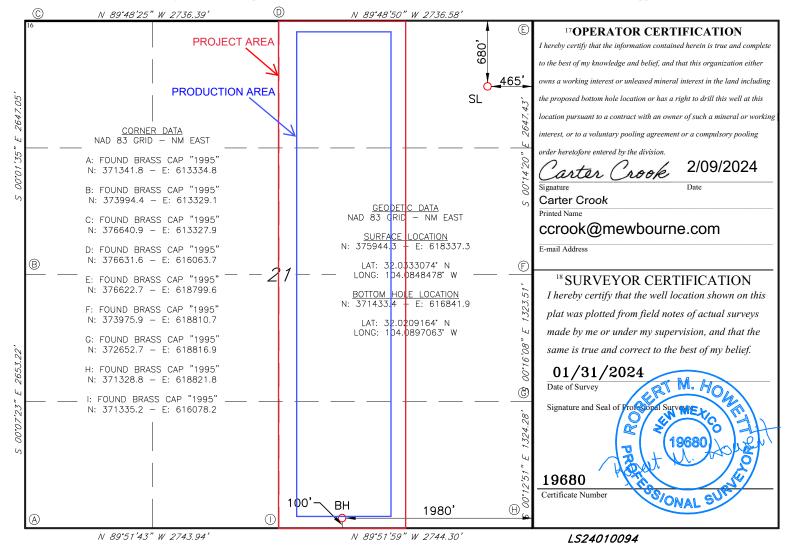
District IV

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

			WELL LO	OCATI	ON AND	ACR	REAGE DEDIC	ATION PLA	Т				
	API Number			<sup>2</sup> Pool Co									
30-015	<u>-54844</u>			3021	5 HAY HOLLOW; BONE SPRING								
<sup>4</sup> Property Co	de				5 Property Name						6 Well Number		
38972				S	SKEEN 2	1 S7	526H						
7 OGRID N	NO.				1	erator N				9	Elevation		
1474	4			MEV	VBOURNE	<b>0</b> I	L COMPANY				2979'		
					$^{10}$ Sur	face	Location						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the	North/South line	Feet From the	East/We	est line	County		
A	21	26S	28E		680		NORTH	465	EAS	ST	EDDY		
			11 H	Bottom	Hole Loca	ntion	If Different Fro	om Surface					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the	North/South line	Feet from the	East/We	est line	County		
0	21	26S	28E		100		SOUTH	1980	EAS	ST	EDDY		
12 Dedicated Acres	13 Joint	or Infill 1	4 Consolidation	Code	15 Order No.								
160													

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



Released to Imaging: 3/13/2024 3:25:17 PM

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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

PERMIT CONDITIONS OF APPROVAL

Operator Nan	ne and Address:	API Number:
M	EWBOURNE OIL CO [14744]	30-015-54844
Ρ.	O. Box 5270	Well:
Ho	bbbs, NM 88241	SKEEN 21 STATE COM #526H
OCD	Condition	
Reviewer		
ward.rikala	Notify OCD 24 hours prior to casing & cement	
ward.rikala	Will require a File As Drilled C-102 and a Directional Survey with the C-104	
ward.rikala	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surfac	e, the operator shall drill without interruption through the
	fresh water zone or zones and shall immediately set in cement the water protection string	
ward.rikala	Cement is required to circulate on both surface and intermediate1 strings of casing	
ward.rikala	If cement does not circulate on any string, a CBL is required for that string of casing	
ward.rikala	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the	oil or diesel. This includes synthetic oils. Oil based mud,
	drilling fluids and solids must be contained in a steel closed loop system	
ward.rikala	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud	

Form APD Conditions

Permit 361214

Page 3 of 35



# Mewbourne Oil Co.

**BOP Break Testing Variance** 

Mewbourne Oil Company requests a variance from the minimum standards for well control equipment testing of 43 CFR 3172 to allow a testing schedule of the blow out preventer (BOP) and blow out prevention equipment (BOPE) along with batch drilling & offline cementing operations. Modern rig upgrades which facilitate pad drilling allow the BOP stack to be moved between wells on a multi-well pad without breaking any BOP stack components apart. Widespread use of these technologies has led to break testing BOPE being endorsed as safe and reliable. American Petroleum Institute (API) best practices are frequently used by regulators to develop their regulations. API Standard 53, *Well Control Equipment Systems for Drilling Wells* (5<sup>th</sup> Ed., Dec. 2018) Section 5.3.7.1 states "A pressure test of the pressure containing component shall be performed following the disconnection or repair, limited to the affected component."

## **Procedures**

- 1. Full BOPE test at first installation on the pad.
  - Full BOPE test at least every 21 days.
  - Function test BOP elements per 43 CFR 3172.
  - Contact the BLM if a well control event occurs.
- 2. After the well section is secured and the well is confirmed to be static, the BOP will be disconnected from the wellhead and walked with the rig to another well on the pad. Two breaks on the BOPE will be made (Fig. 1).
  - Connection between the flex line and the HCR valve
  - Connection between the wellhead and the BOP quick connect (Fig. 5 & 6).
- 3. A capping flange will be installed after cementing per wellhead vendor procedure & casing pressure will be monitored via wellhead valve.
- 4. The BOP will be removed and carried by a hydraulic carrier (Fig. 3 & 4).
- 5. The rig will then walk to the next well.
- 6. Confirm that the well is static and remove the capping flange.
- 7. The connection between the flex line and HCR valve and the connection between the wellhead and the BOP quick connect will be reconnected.
- 8. Install a test plug into the wellhead.
- 9. A test will then be conducted against the upper pipe rams and choke, testing both breaks (Fig. 1 & 2).
- 10. The test will be held at 250 psi low and to the high value submitted in the APD, not to exceed 5000 psi.
- 11. The annular, blind rams and lower pipe rams will then be function tested.
- 12. If a pad consists of three or more wells, steps 4 through 11 will be repeated.



13. A break test will only be conducted if the intermediate section can be drilled and cased within 21 days of the last full BOPE test.

## **Barriers**

### **Before Nipple Down:**

- Floats in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Solid body mandrel and/or packoff

#### After Nipple Down:

- Floats in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Solid body mandrel and/or packoff
- Offline cementing tool and/or cement head
- Capping flange after cementing

## **Summary**

A variance is requested to only test broken pressure seals on the BOPE when moving between wells on a multi-well pad if the following conditions are met:

- A full BOPE test is conducted on the first well on the pad. API Standard 53 requires testing annular BOP to 70% of RWP or 100% of MASP, whichever is greater.
- If the first well on the pad is not the well with the deepest intermediate section, a full BOPE test will also be performed when moving to a deeper well.
- The hole section being drilled has a MASP under 5000 psi.
- If a well control event occurs, Mewbourne will contact BLM for permission to continue break testing.
- If significant (>50%) losses occur, full BOPE testing will be required going forward.
- Full BOPE test will be required prior to drilling the production hole.

While walking the rig, the BOP stack will be secured via hydraulic winch or hydraulic carrier. A full BOPE test will be performed at least every 21 days.

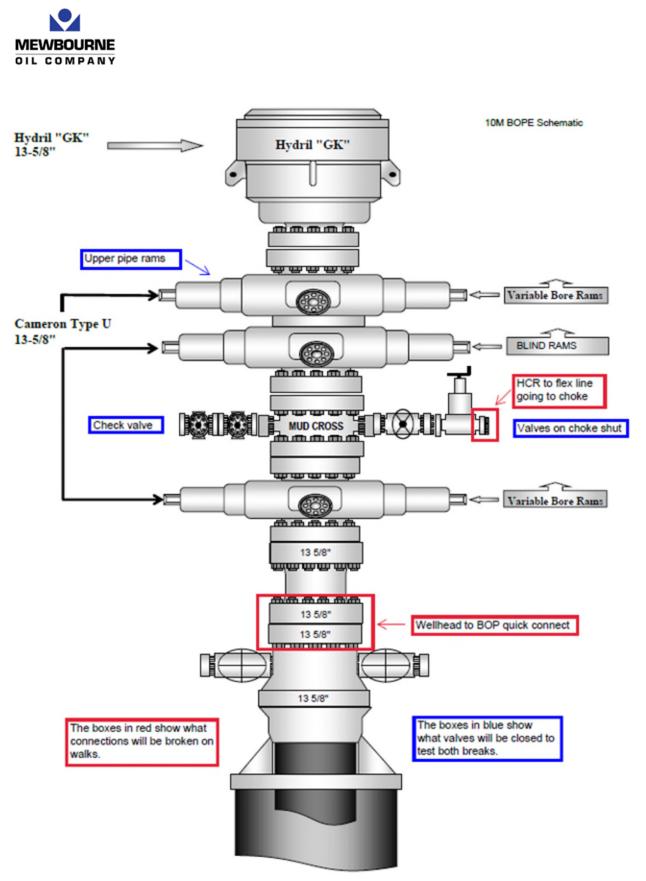


Figure 1. BOP diagram



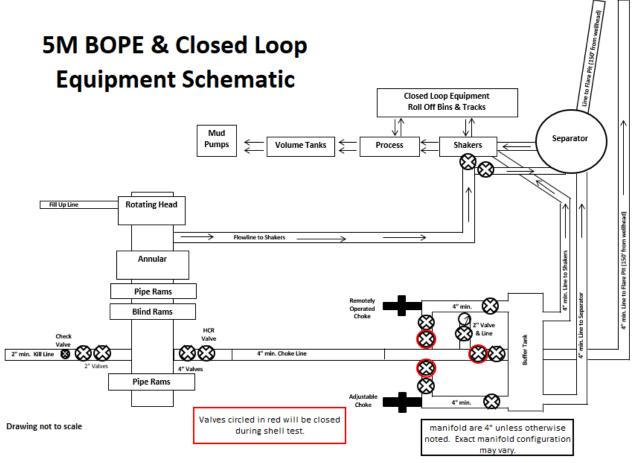


Figure 2. BOPE diagram





Figure 3. BOP handling system





Figure 4. BOP handling system



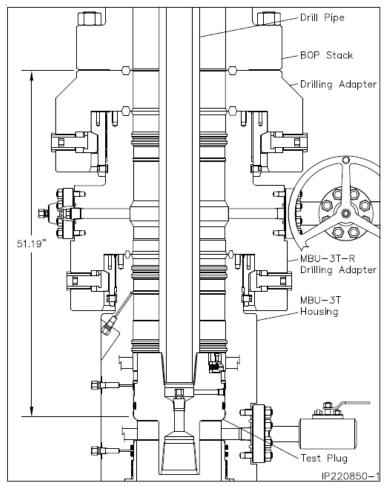


Figure 5. Cactus 5M wellhead with BOP quick connect

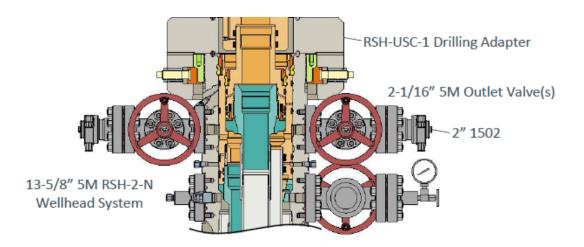


Figure 6. Vault 5M wellhead with BOP quick connect



# Mewbourne Oil Co.

Surface & Intermediate Offline Cementing Variance

Mewbourne Oil Company requests a variance to perform offline cementing for surface and intermediate casing strings with the following conditions:

- Offline cementing will not be performed on production casing.
- Offline cementing will not be performed on a hole section with MASP > 5000 psi.
- Offline cementing will not be performed concurrently with offset drilling.

# Surface Casing Order of Operations:

- 1. Run 13 3/8" surface casing as per normal operations (TPGS and float collar).
- 2. Perform negative pressure test to confirm integrity of float equipment while running casing.
- 3. Confirm well is static.
- 4. Make up 13 <sup>%</sup>" wellhead or wellhead landing ring assembly and land on 20" conductor.
- 5. Fill pipe, circulate casing capacity and confirm float(s) are still holding.
- 6. Confirm well is static.
- 7. Back out landing joint and pull to rig floor. Lay down landing joint.
- 8. Walk rig to next well on pad with cement crew standing by to rig up.
- 9. Make up offline cement tool with forklift per wellhead manufacturer (Fig. 1 & 2).
- 10. Make up cement head on top of offline cement tool with forklift.
- 11. Commence cement operations.
- 12. If cement circulates, confirm well is static and proceed to step 16.
- 13. If cement does not circulate, notify the appropriate BLM office, wait a minimum of six hours, and run a temperature survey to determine the top of cement.
- 14. Use 1" pipe for remedial cement job until the surface casing is cemented to surface.
- 15. Confirm well is static.
- 16. Once cement job is complete, the cement head and offline cementing tool are removed. The wellhead technician returns to cellar to install wellhead/valves.
- 17. Install wellhead capping flange.

# **Barriers**

## Before Walk:

- Float(s) in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus



#### After Walk:

- Float(s) in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Offline cementing tool tested to 5000 psi and cement head
- Capping flange after cementing

# 20" Surface Casing Order of Operations (4 string area):

- 1. Run 20" surface casing as per normal operations (TPGS and float collar).
- 2. Perform negative pressure test to confirm integrity of float equipment while running casing.
- 3. Fill pipe, circulate casing capacity and confirm float(s) are still holding.
- 4. Confirm well is static.
- 5. Back out landing joint and pull to rig floor. Lay down landing joint.
- 6. Make up cement head.
- 7. Walk rig to next well on pad with cement crew standing by to rig up.
- 8. Commence cement operations.
- 9. If cement circulates, confirm well is static and proceed to step 13.
- 10. If cement does not circulate, notify the appropriate BLM office, wait a minimum of six hours, and run a temperature survey to determine the top of cement.
- 11. Use 1" pipe for remedial cement job until the surface casing is cemented to surface.
- 12. Confirm well is static.
- 13. Once cement job is complete, remove cement head and install cap.

## **Barriers**

#### Before Walk:

- Float(s) in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Cement Head

#### After Walk:

- Float(s) in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Cement head
- Capping flange after cementing



# **Intermediate Casing Order of Operations:**

- 1. Run casing as per normal operations (float shoe and float collar).
- 2. Perform negative pressure test to confirm integrity of float equipment while running casing.
- 3. Confirm well is static (if running SBM).
- 4. Land casing.
- 5. Fill pipe, circulate casing capacity and confirm floats are still holding.
- 6. Confirm well is static.
- 7. Back out landing joint and pull to rig floor. Lay down landing joint. Install packoff & test.
- 8. Nipple down BOP.
- 9. Walk rig to next well on pad with cement crew standing by to rig up.
- 10. Make up offline cement tool using forklift per wellhead manufacturer (Fig. 3 8).
- 11. Make up cement head on top of offline cement tool.
- 12. Commence cement operations.
- 13. If cement circulates, confirm well is static and proceed to step 16.
- 14. If cement does not circulate (when required), notify the appropriate BLM office, wait a minimum of six hours, and run a temperature survey to determine the top of cement.
- 15. Pump remedial cement job if required.
- 16. Confirm well is static.
- 17. Remove cement head and offline cementing tool.
- 18. Install wellhead capping flange and test.

## **Barriers**

## **Before Nipple Down:**

- Floats in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Solid body mandrel and/or packoff

## After Nipple Down:

- Floats in casing
- Kill weight fluid in casing
- Kill weight fluid in annulus
- Solid body mandrel and/or packoff
- Offline cementing tool tested to 5000 psi and cement head
- Capping flange after cementing



## **Risks:**

- Pressure build up in annulus before cementing
  - o Contact BLM if a well control event occurs.
  - Rig up 3<sup>rd</sup> party pump or rig pumps to pump down casing and kill well.
  - Returns will be taken through the wellhead valves to a choke manifold (Fig 9 & 10).
  - Well could also be killed through the wellhead valves down the annulus.

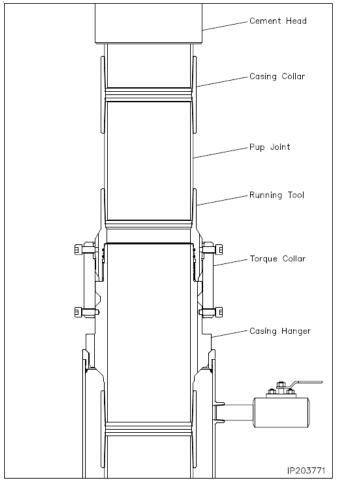


Figure 1. Cactus 13 3/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 13 3/8" pup joint and casing.



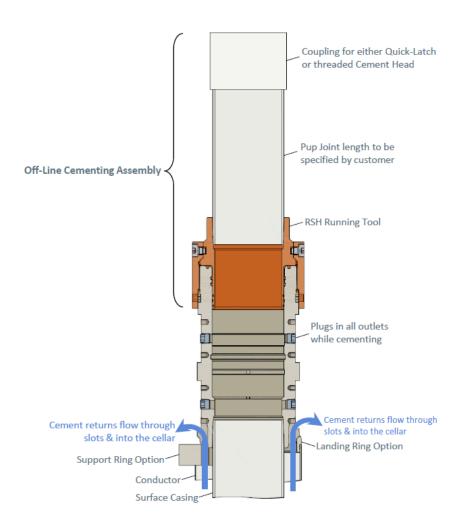


Figure 2. Vault 13 3/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 13 3/8" pup joint and casing.



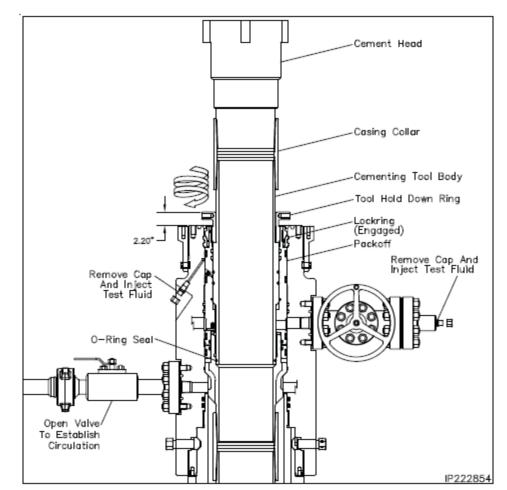


Figure 3. Cactus 9 5/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 9 5/8" pup joint and casing.

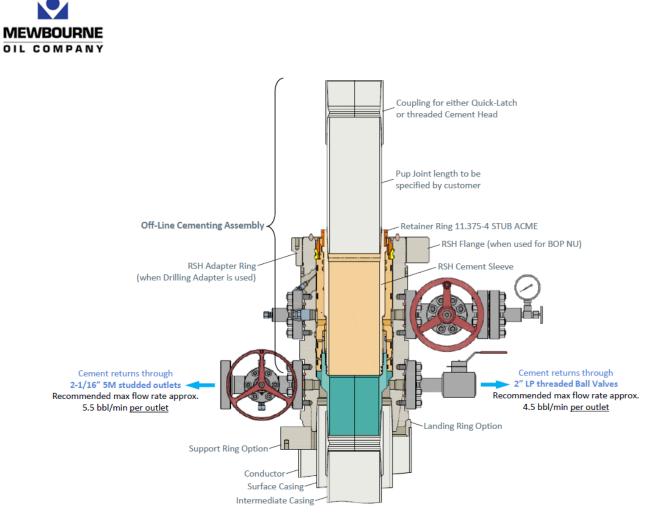


Figure 4. Vault 9 5/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 9 5/8" pup joint and casing.



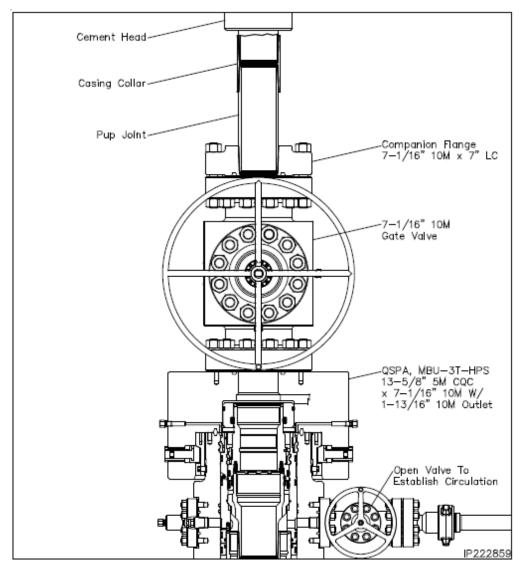


Figure 5. Cactus 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.



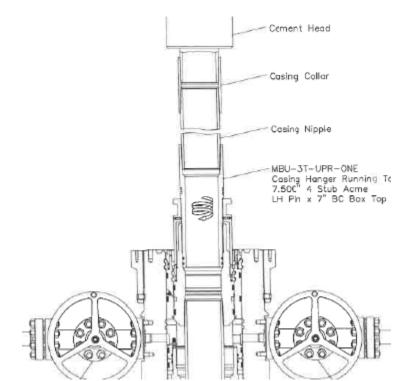


Figure 6. Cactus 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.

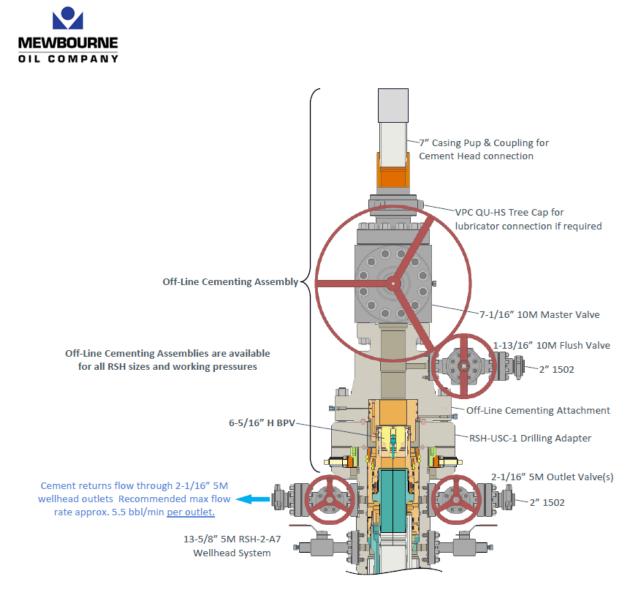
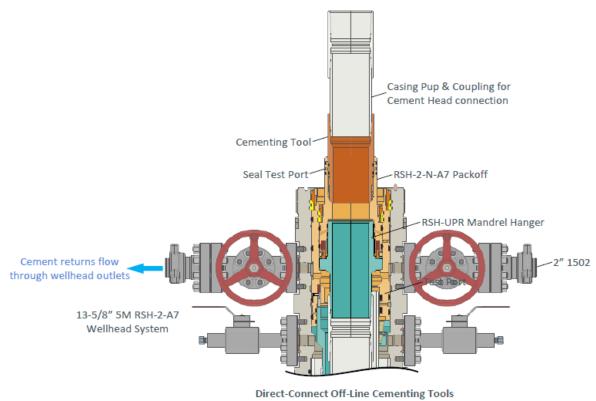


Figure 7. Vault 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.





for production casing are available for all RSH Systems

Figure 8. Vault 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.



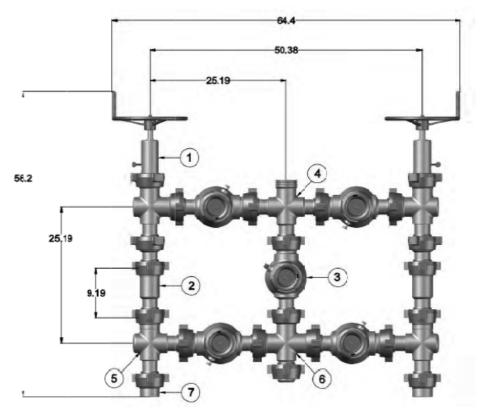


Figure 9. Five valve 15k choke manifold.

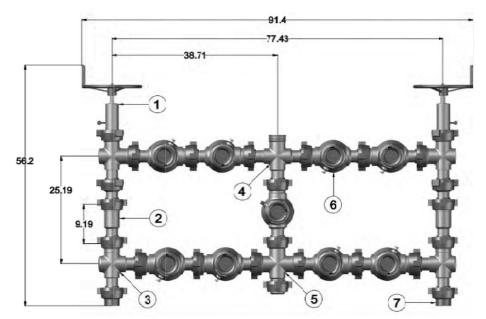


Figure 10. Nine valve 15k choke manifold.

# **Mewbourne Oil Company**

Eddy County, New Mexico NAD 83 Skeen 21 State Com #526H Sec 21, T26S, R28E SHL: 680' FNL & 465' FEL (Sec 21) BHL: 100' FSL & 1980' FEL (Sec 21)

Plan: Design #1

# **Standard Planning Report**

13 February, 2024

Database: Company: Project: Site: Well: Wellbore: Design:	Eddy C Skeen Sec 21	ourne Oil Comp County, New M 21 State Com I, T26S, R28E I00' FSL & 198	lexico NAD 83 #526H		TVD Refer MD Refere North Refe	ence:		Well @ 3007.0u	tate Com #526F sft (Original Wel sft (Original Wel ture	I)
Project	Eddy C	ounty, New Me	exico NAD 83							
Map System: Geo Datum: Map Zone:	North Am	e Plane 1983 nerican Datum kico Eastern Zo			System Dat	um:	Gr	ound Level		
Site	Skeen 2	21 State Com a	#526H							
Site Position: From: Position Uncertainty	Map :	0.0	Norti Easti usft Slot	-	618,3		Latitude: Longitude:			32.0333072 -104.0848475
Well	Sec 21,	T26S, R28E								
Well Position Position Uncertainty Grid Convergence:	+N/-S +E/-W	0 0	.0 usft E	orthing: asting: /ellhead Elevat	ion:	375,944.20 618,337.40 3,007.0	usft Lon	tude: gitude: und Level:		32.0333072 -104.0848475 2,979.0 usf
Wellbore	BHL: 1	00' FSL & 198	0' FEL (Sec 2	1)						
Magnetics	Mor	del Name	Samp	le Date	Declina (°)	tion	Dip A (°	-	Field Stı (nT	-
		<b>I</b> GRF2010		12/31/2014		7.37		, 59.84		0.12555600
Design	Design	#1								
Audit Notes: Version:			Pha	se: F	PROTOTYPE	Tie	On Depth:		0.0	
Vertical Section:		Γ	Depth From (1 (usft) 0.0	'VD)	<b>+N/-S</b> (usft) 0.0	<b>+E/</b> (us 0.	ift)		ection (°) 98.35	
	ogram	Date	2/13/2024							
Plan Survey Tool Pro Depth From (usft) 1 0.0	Depth (usf 13,2		<b>(Wellbore)</b> #1 (BHL: 100	' FSL & 1980	Tool Name		Remarks			
Depth From (usft) 1 0.0 Plan Sections Measured	(usf 13,2	ft) Survey 243.3 Design	#1 (BHL: 100			Dogleg	Build	Turn		
Depth From (usft) 1 0.0 Plan Sections Measured Depth Incli	(usf	ft) Survey	#1 (BHL: 100	+N/-S (usft)	Tool Name +E/-W (usft)	Dogleg Rate (°/100usft)		Turn Rate (°/100usft)	TFO (°)	Target
Depth From (usft) 1 0.0 Plan Sections Measured Depth Incli	(usf 13,2	ft) Survey 243.3 Design Azimuth	#1 (BHL: 100 Vertical Depth	+N/-S	+E/-W	Rate	Build Rate	Rate	(°) 0.00 293.97 0.00	<b>Target</b> OP: 10' FNL & 1980'

2/13/2024 5:23:16PM

Database:	Hobbs	Local Co-ordinate Reference:	Site Skeen 21 State Com #526H
Company:	Mewbourne Oil Company	TVD Reference:	Well @ 3007.0usft (Original Well)
Project:	Eddy County, New Mexico NAD 83	MD Reference:	Well @ 3007.0usft (Original Well)
Site:	Skeen 21 State Com #526H	North Reference:	Grid
Well:	Sec 21, T26S, R28E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 100' FSL & 1980' FEL (Sec 21)		
Design:	Design #1		

Planned Survey

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)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
	NL & 465' FEL (S		0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1 000 0	0.00	0.00	1 000 0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00
2,300.0	0.00	0.00	2,300.0	0.0	0.0	0.0	0.00	0.00	0.00
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	0.00
2,500.0	2.00	293.97	2,500.0	0.7	-1.6	-0.2	2.00	2.00	0.00
2,500.0	4.00	293.97	2,500.0	2.8	-6.4	-0.2	2.00	2.00	0.00
,	6.00	293.97	,				2.00		0.00
2,700.0			2,699.5	6.4	-14.3	-1.5		2.00	
2,800.0	8.00	293.97	2,798.7	11.3	-25.5	-2.7	2.00	2.00	0.00
2,900.0	10.00	293.97	2,897.5	17.7	-39.8	-4.3	2.00	2.00	0.00
3,000.0	12.00	293.97	2,995.6	25.4	-57.2	-6.1	2.00	2.00	0.00
3,100.0	14.00	293.97	3,093.1	34.6	-77.8	-8.3	2.00	2.00	0.00
3,200.0	16.00	293.97	3,189.6	45.1	-101.4	-10.9	2.00	2.00	0.00
3,300.0	18.00	293.97	3,285.3	57.0	-128.1	-13.7	2.00	2.00	0.00
3,400.0	20.00	293.97	3,379.8	70.2	-157.9	-16.9	2.00	2.00	0.00
3,500.0	22.00	293.97	3,473.2	84.8	-190.6	-20.4	2.00	2.00	0.00
3,572.3	23.45	293.97	3,539.9	96.1	-216.1	-23.2	2.00	2.00	0.00
3,600.0	23.45	293.97	3,565.3	100.6	-226.2	-24.3	0.00	0.00	0.00
3,700.0	23.45	293.97	3,657.0	116.7	-262.6	-28.2	0.00	0.00	0.00
3,800.0	23.45	293.97	3,748.8	132.9	-298.9	-32.1	0.00	0.00	0.00
3,900.0	23.45	293.97	3,840.5	149.1	-335.3	-36.0	0.00	0.00	0.00
4,000.0	23.45	293.97	3,932.2	165.2	-371.6	-39.9	0.00	0.00	0.00
4,000.0	23.45	293.97	4,024.0	181.4	-408.0	-43.8	0.00	0.00	0.00
4,100.0	23.45	293.97 293.97	4,024.0 4,115.7	197.6	-408.0	-43.8 -47.7	0.00	0.00	0.00
,									
4,300.0	23.45	293.97	4,207.5	213.7	-480.7	-51.6	0.00	0.00	0.00
4,400.0	23.45	293.97	4,299.2	229.9	-517.0	-55.5	0.00	0.00	0.00
4,500.0	23.45	293.97	4,391.0	246.1	-553.4	-59.4	0.00	0.00	0.00
4,600.0	23.45	293.97	4,482.7	262.2	-589.8	-63.3	0.00	0.00	0.00
4,700.0	23.45	293.97	4,574.4	278.4	-626.1	-67.2	0.00	0.00	0.00
4,800.0	23.45	293.97	4,666.2	294.6	-662.5	-71.1	0.00	0.00	0.00
4,900.0	23.45	293.97	4,757.9	310.7	-698.8	-75.0	0.00	0.00	0.00
5,000.0	23.45	293.97	4,849.7	326.9	-735.2	-78.9	0.00	0.00	0.00
5,100.0	23.45	293.97	4,941.4	343.1	-771.5	-82.8	0.00	0.00	0.00

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COMPASS 5000.16 Build 97

Database:	Hobbs	Local Co-ordinate Reference:	Site Skeen 21 State Com #526H
Company:	Mewbourne Oil Company	TVD Reference:	Well @ 3007.0usft (Original Well)
Project:	Eddy County, New Mexico NAD 83	MD Reference:	Well @ 3007.0usft (Original Well)
Site:	Skeen 21 State Com #526H	North Reference:	Grid
Well:	Sec 21, T26S, R28E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 100' FSL & 1980' FEL (Sec 21)		
Design:	Design #1		

Planned Survey

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)
5,200.0	23.45	293.97	5,033.2	359.2	-807.9	-86.7	0.00	0.00	0.00
5,300.0	23.45	293.97	5,124.9	375.4	-844.3	-90.6	0.00	0.00	0.00
		000.07				04.5	0.00	0.00	
5,400.0	23.45	293.97	5,216.7	391.6	-880.6	-94.5	0.00	0.00	0.00
5,500.0	23.45	293.97	5,308.4	407.7	-917.0	-98.4	0.00	0.00	0.00
5,600.0	23.45	293.97	5,400.1	423.9	-953.3	-102.3	0.00	0.00	0.00
5,700.0	23.45	293.97	5,491.9	440.1	-989.7	-106.2	0.00	0.00	0.00
5,800.0	23.45	293.97	5,583.6	456.2	-1,026.0	-110.1	0.00	0.00	0.00
5,900.0	23.45	293.97	5,675.4	472.4	-1,062.4	-114.0	0.00	0.00	0.00
6,000.0	23.45	293.97	5,767.1	488.6	-1,098.7	-117.9	0.00	0.00	0.00
6,100.0	23.45	293.97	5,858.9	504.7	-1,135.1	-121.8	0.00	0.00	0.00
6,200.0	23.45	293.97	5,950.6	520.9	-1,171.5	-125.7	0.00	0.00	0.00
6,300.0	23.45	293.97	6,042.3	537.1	-1,207.8	-129.6	0.00	0.00	0.00
6,400.0	23.45	293.97	6,134.1	553.2	-1,244.2	-133.5	0.00	0.00	0.00
6,500.0	23.45	293.97	6,225.8	569.4	-1,244.2	-133.5	0.00	0.00	0.00
6,558.2	23.45	293.97	6,225.8 6,279.2	578.8	-1,200.5 -1,301.7	-137.4	0.00	0.00	0.00
6,556.2 6,600.0	23.45	293.97	6,279.2 6,317.7	578.8 585.4	-1,301.7	-139.6	2.00	-2.00	0.00
6,600.0 6,700.0	22.61	293.97 293.97	6,317.7	585.4 600.4	-1,316.6	-141.2 -144.8	2.00	-2.00	0.00
6,800.0	18.61	293.97	6,504.9	614.0	-1,380.9	-148.1	2.00	-2.00	0.00
6,900.0	16.61	293.97	6,600.2	626.3	-1,408.6	-151.1	2.00	-2.00	0.00
7,000.0	14.61	293.97	6,696.5	637.3	-1,433.2	-153.7	2.00	-2.00	0.00
7,100.0	12.61	293.97	6,793.7	646.8	-1,454.7	-156.0	2.00	-2.00	0.00
7,200.0	10.61	293.97	6,891.6	655.0	-1,473.1	-158.0	2.00	-2.00	0.00
7,300.0	8.61	293.97	6,990.2	661.8	-1,488.3	-159.6	2.00	-2.00	0.00
7,400.0	6.61	293.97	7,089.3	667.2	-1,500.4	-160.9	2.00	-2.00	0.00
7,500.0	4.61	293.97	7,188.8	671.1	-1,509.3	-161.9	2.00	-2.00	0.00
7,600.0	2.61	293.97	7,288.6	673.7	-1,515.1	-162.5	2.00	-2.00	0.00
7,700.0	0.61	293.97	7,388.6	674.8	-1,517.7	-162.8	2.00	-2.00	0.00
7,730.5	0.00	0.00	7,419.0	674.9	-1,517.8	-162.8	2.00	-2.00	0.00
			7,419.0	074.9	-1,517.8	-102.0	2.00	-2.00	0.00
7,750.0	L & 1980' FEL (S 1.95	179.76	7,438.6	674.6	-1,517.8	-162.5	10.00	10.00	0.00
7,800.0	6.95	179.76	7,488.4	670.7	-1,517.8	-158.8	10.00	10.00	0.00
7,850.0	11.95	179.76	7,537.7	662.5	-1,517.7	-151.0	10.00	10.00	0.00
7,900.0	16.95	179.76	7,586.1	650.0	-1,517.7	-139.2	10.00	10.00	0.00
7,900.0		179.76			-1,517.7	-139.2	10.00	10.00	
7,950.0	21.95	179.76	7,633.3	633.4	-1,517.6	-123.4	10.00	10.00	0.00
8,000.0	26.95	179.76	7,678.8	612.7	-1,517.5	-103.8	10.00	10.00	0.00
8,050.0	31.95	179.76	7,722.3	588.1	-1,517.4	-80.5	10.00	10.00	0.00
8,055.9	32.55	179.76	7,727.3	584.9	-1,517.4	-77.5	10.00	10.00	0.00
FTP: 100' FM	NL & 1980' FEL (	Sec 21)							
8,100.0	36.95	179.76	7,763.5	559.8	-1,517.3	-53.7	10.00	10.00	0.00
8,150.0	41.95	179.76	7,802.1	528.0	-1,517.2	-23.6	10.00	10.00	0.00
8,150.0	46.95	179.76	7,802.1	493.0	-1,517.2	-23.6	10.00	10.00	0.00
8,200.0 8,250.0	46.95 51.95	179.76	7,870.3	493.0 455.1	-1,517.0	9.6 45.6	10.00	10.00	0.00
8,200.0	56.95	179.76	7,899.3	455.1	-1,516.9	45.6 84.1	10.00	10.00	0.00
8,300.0 8,350.0	61.95	179.76	7,899.3 7,924.7	371.3	-1,516.7 -1,516.5	04.1 124.9	10.00	10.00	0.00
8,400.0	66.95	179.76	7,946.3	326.2	-1,516.3	167.7	10.00	10.00	0.00
8,450.0	71.95	179.76	7,963.8	279.4	-1,516.1	212.0	10.00	10.00	0.00
8,500.0	76.95	179.76	7,977.2	231.3	-1,515.9	257.7	10.00	10.00	0.00
8,550.0	81.95	179.76	7,986.4	182.1	-1,515.7	304.2	10.00	10.00	0.00
8,600.0	86.95	179.76	7,991.2	132.4	-1,515.5	351.4	10.00	10.00	0.00
8,630.5	90.00	179.76	7,992.0	101.9	-1,515.4	380.3	10.00	10.00	0.00
	_ & 1980' FEL (S		7,002.0	101.0	1,010.4	000.0	10.00	10.00	0.00
8,633,8	90.34	179.76	7,992.0	98.6	-1,515.4	383.5	10.00	10.00	0.00
0,000.0	90.34 90.34	179.76	7,991.6	32.4	-1,515.4	446.2	0.00	0.00	0.00

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COMPASS 5000.16 Build 97

Database:	Hobbs	Local Co-ordinate Reference:	Site Skeen 21 State Com #526H
Company:	Mewbourne Oil Company	TVD Reference:	Well @ 3007.0usft (Original Well)
Project:	Eddy County, New Mexico NAD 83	MD Reference:	Well @ 3007.0usft (Original Well)
Site:	Skeen 21 State Com #526H	North Reference:	Grid
Well:	Sec 21, T26S, R28E	Survey Calculation Method:	Minimum Curvature
Wellbore:	BHL: 100' FSL & 1980' FEL (Sec 21)		
Design:	Design #1		

Planned Survey

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)
8,800.0	90.34	179.76	7,991.0	-67.6	-1,514.7	541.0	0.00	0.00	0.00
8,900.0	90.34	179.76	7,990.4	-167.6	-1,514.3	635.7	0.00	0.00	0.00
9,000.0	90.34	179.76	7,989.9	-267.6	-1,513.8	730.5	0.00	0.00	0.00
9,100.0	90.34	179.76	7,989.3	-367.6	-1,513.4	825.3	0.00	0.00	0.00
9,200.0	90.34	179.76	7,988.7	-467.6	-1,513.0	920.1	0.00	0.00	0.00
9,300.0	90.34	179.76	7,988.1	-567.6	-1,512.6	1,014.9	0.00	0.00	0.00
9,400.0	90.34	179.76	7,987.5	-667.6	-1,512.2	1,109.6	0.00	0.00	0.00
9,500.0	90.34	179.76	7,986.9	-767.6	-1,511.7	1,204.4	0.00	0.00	0.00
9,600.0	90.34	179.76	7,986.3	-867.6	-1,511.3	1,299.2	0.00	0.00	0.00
9,700.0	90.34	179.76	7,985.8	-967.6	-1,510.9	1,394.0	0.00	0.00	0.00
9,800.0	90.34	179.76	7,985.2	-1,067.6	-1,510.5	1,488.8	0.00	0.00	0.00
9,900.0	90.34	179.76	7,984.6	-1,167.6	-1,510.1	1,583.5	0.00	0.00	0.00
10,000.0	90.34	179.76	7,984.0	-1,267.6	-1,509.6	1,678.3	0.00	0.00	0.00
10,100.0	90.34	179.76	7,983.4	-1,367.6	-1,509.2	1,773.1	0.00	0.00	0.00
10,200.0	90.34	179.76	7,982.8	-1,467.5	-1,508.8	1,867.9	0.00	0.00	0.00
10,200.0	90.34	179.76	7,982.2	-1,567.5	-1,508.4	1,962.7	0.00	0.00	0.00
10,300.0	90.34	179.76	7,981.7	-1,667.5	-1,508.0	2,057.5	0.00	0.00	0.00
10,500.0	90.34	179.76	7,981.1	-1,767.5	-1,507.5	2,152.2	0.00	0.00	0.00
10,600.0	90.34	179.76	7,980.5	-1,867.5	-1,507.1	2,132.2	0.00	0.00	0.00
	90.34								
10,700.0		179.76	7,979.9	-1,967.5	-1,506.7	2,341.8	0.00	0.00	0.00
10,800.0	90.34	179.76	7,979.3	-2,067.5	-1,506.3	2,436.6	0.00	0.00	0.00
10,900.0	90.34	179.76	7,978.7	-2,167.5	-1,505.9	2,531.4	0.00	0.00	0.00
11,000.0	90.34	179.76	7,978.1	-2,267.5	-1,505.4	2,626.1	0.00	0.00	0.00
11,100.0	90.34	179.76	7,977.6	-2,367.5	-1,505.0	2,720.9	0.00	0.00	0.00
11,200.0	90.34	179.76	7,977.0	-2,467.5	-1,504.6	2,815.7	0.00	0.00	0.00
11,300.0	90.34	179.76	7,976.4	-2,567.5	-1,504.2	2,910.5	0.00	0.00	0.00
11,400.0	90.34	179.76	7,975.8	-2,667.5	-1,503.7	3,005.3	0.00	0.00	0.00
11,500.0	90.34	179.76	7,975.2	-2,767.5	-1,503.3	3,100.1	0.00	0.00	0.00
11,600.0	90.34	179.76	7,974.6	-2,867.5	-1,502.9	3,194.8	0.00	0.00	0.00
11,700.0	90.34	179.76	7,974.0	-2,967.5	-1,502.5	3,289.6	0.00	0.00	0.00
11,800.0	90.34	179.76	7,973.5	-3,067.5	-1,502.1	3,384.4	0.00	0.00	0.00
11,900.0	90.34	179.76	7,972.9	-3,167.5	-1,501.6	3,479.2	0.00	0.00	0.00
12,000.0	90.34	179.76	7,972.3	-3,267.5	-1.501.2	3.574.0	0.00	0.00	0.00
12,000.0	90.34	179.76	7,971.7	-3,367.5	-1,500.8	3,668.7	0.00	0.00	0.00
12,100.0	90.34	179.76	7,971.1	-3,467.5	-1,500.4	3,763.5	0.00	0.00	0.00
12,200.0	90.34	179.76	7,970.5	-3,567.5	-1,500.4	3,858.3	0.00	0.00	0.00
12,300.0	90.34	179.76	7,969.9	-3,667.5	-1,300.0	3,953.1	0.00	0.00	0.00
	90.34	179.76	7,969.4	-3,767.5	-1,499.1	4,047.9	0.00	0.00	0.00
12,500.0			,	· · · · · · · · · · · · · · · · · · ·	,				
12,600.0	90.34	179.76	7,968.8	-3,867.5	-1,498.7	4,142.6	0.00	0.00	0.00
12,700.0	90.34	179.76	7,968.2	-3,967.5	-1,498.3	4,237.4	0.00	0.00	0.00
12,800.0	90.34	179.76	7,967.6	-4,067.5	-1,497.9	4,332.2	0.00	0.00	0.00
12,900.0	90.34	179.76	7,967.0	-4,167.5	-1,497.4	4,427.0	0.00	0.00	0.00
13,000.0	90.34	179.76	7,966.4	-4,267.5	-1,497.0	4,521.8	0.00	0.00	0.00
13,100.0	90.34	179.76	7,965.8	-4,367.5	-1,496.6	4,616.6	0.00	0.00	0.00
13,200.0	90.34	179.76	7,965.3	-4,467.5	-1,496.2	4,711.3	0.00	0.00	0.00
13,243.3	90.34	179.76	7,965.0	-4,510.8	-1,496.0	4,752.4	0.00	0.00	0.00
,	SL & 1980' FEL (								

Database: Company: Project: Site: Well: Wellbore: Design:	Hobbs Mewbourne C Eddy County, Skeen 21 Sta Sec 21, T26S BHL: 100' FS Design #1	New Mexico Ite Com #526 , R28E	Н		TVD Refere MD Referen North Refer	ce:	Well @ Well @ Grid	Site Skeen 21 State Com #526H Well @ 3007.0usft (Original Well) Well @ 3007.0usft (Original Well) 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		
SHL: 680' FNL & 465' F - plan hits target ce - Point		0.00	0.0	0.0	0.0	375,944.20	618,337.40	32.0333072	-104.0848475		
KOP: 10' FNL & 1980' F - plan hits target ce - Point		0.00	7,419.0	674.9	-1,517.8	376,619.10	616,819.60	32.0351719	-104.0897406		
FTP: 100' FNL & 1980' - plan hits target ce - Point		0.00	7,727.3	584.9	-1,517.4	376,529.10	616,820.00	32.0349245	-104.0897400		
BHL: 100' FSL & 1980' - plan hits target ce - Point		0.00	7,965.0	-4,510.8	-1,496.0	371,433.40	616,841.40	32.0209165	-104.0897080		
LP: 583' FNL & 1980' Fl - plan hits target ce - Point		0.00	7,992.0	101.9	-1,515.4	376,046.10	616,822.00	32.0335968	-104.0897370		

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		ergy, Minerals a	te of New Mex and Natural Res	ources Departme	ent		Submit Electronically Via E-permitting
		1220 \$	onservation Di South St. Franc nta Fe, NM 875	cis Dr.			
	N	ATURAL G	AS MANA(	GEMENT P	LAN		
his Natural Gas Managemer	nt Plan mu	ist be submitted w	ith each Applicat	ion for Permit to I	Drill (AF	PD) for a ne	ew or recompleted w
			1 – Plan De ffective May 25,				
Operator: Mewbo	urne C	)il Co.	OGRID:	14744		Date:	5/2/23
. Type: 🗙 Original 🗆 Am	iendment (	lue to □ 19 15 27	.9.D(6)(a) NMA(	C 🗆 19.15 27 9 D(	6)(b) N		ther.
					0)(0) 11		iner.
Other, please describe:							
I. Well(s): Provide the follo recompleted from a single					wells pro	oposed to b	e drilled or proposed
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		cipated MCF/D	Anticipated Produced Water BBL/D
SKEEN 21 STATE COM 526H		A 21 26S 28E	680' FNL x 465' FE	2000	350	00	3500
V. Central Delivery Point I	Namo	SKEE	N 21 STATE CO	M 526H		[See 10	.15.27.9(D)(1) NMA
-							
. Anticipated Schedule: Pr oposed to be recompleted fi					ell or se	et of wells p	proposed to be drille
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		Initial Flo Back Da	
		7/2/23	8/2/23	9/2/23		9/17/23	9/17/23

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### Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

X Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

#### IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF	

#### X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in	

**XI. Map.**  $\Box$  Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

**XII.** Line Capacity. The natural gas gathering system  $\Box$  will  $\Box$  will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

**XIII.** Line Pressure. Operator  $\Box$  does  $\Box$  does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

 $\Box$  Attach Operator's plan to manage production in response to the increased line pressure.

**XIV. Confidentiality:**  $\Box$  Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

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## <u>Section 3 - Certifications</u> <u>Effective May 25, 2021</u>

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

 $\square$  Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

 $\Box$  Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. *If Operator checks this box, Operator will select one of the following:* 

**Well Shut-In.**  $\Box$  Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

**Venting and Flaring Plan.**  $\Box$  Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

## Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

(a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or

(b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.

2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

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I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:	Bradley Bishop					
Printed Name:	BRADLEY BISHOP					
Title:	Title: REGULATORY MANAGER					
E-mail Address:	BBISHOP@MEWBOURNE.COM					
Date:	5/2/23					
Phone:	575-393-5905					
	OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)					
Approved By:						
Title:						
Approval Date:						
Conditions of Approval:						

#### Mewbourne Oil Company

#### Natural Gas Management Plan - Attachment

- VI. Separation equipment will be sized by construction engineering staff based on stated manufacturer daily throughput capacities and anticipated daily production rates to ensure adequate capacity. Closed vent system piping, compression needs, and VRUs will be sized utilizing ProMax modelling software to ensure adequate capacity for anticipated production volumes and conditions.
- VII. Mewbourne Oil Company (MOC) will take following actions to comply with the regulations listed in 19.15.27.8 :
  - A. MOC will maximize the recovery of natural gas by minimizing the waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. MOC will ensure that well(s) will be connected to a natural gas gathering system with sufficient capacity to transport natural gas. If there is no adequate takeaway for the gas, well(s) will be shut in until the natural gas gathering system is available.
  - B. All drilling operations will be equipped with a rig flare located at least 100 ft from the nearest surface hole. Rig flare will be utilized to combust any natural gas that is brought to surface during normal drilling operations. In the case of emergency venting or flaring the volumes will be estimated and reported appropriately.
  - C. During completion operations any natural gas brought to surface will be flared. Immediately following the finish of completion operations, all well flow will be directed to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. It is not anticipated that gas will not meet pipeline standards. However, if natural gas does not meet gathering pipeline quality specifications, MOC will flare the natural gas for 60 days or until the natural gas meets the pipeline quality specifications, whichever is sooner. MOC will ensure that the flare is sized properly and is equipped with automatic igniter or continuous pilot. The gas sample will analyzed twice per week and the gas will be routed into a gathering system as soon as pipeline specifications are met.
  - D. Natural gas will not be flared with the exceptions and provisions listed in the 19.15.27.8 D.(1) through (4). If there is no adequate takeaway for the separator gas, well(s) will be shut in until the natural gas gathering system is available with exception of emergency or malfunction situations. Venting and/or flaring volumes will be estimated and reported appropriately.
  - E. MOC will comply with the performance standards requirements and provisions listed in 19.15.27.8 E.(1) through (8). All equipment will be designed and sized to handle maximum anticipated pressures and throughputs in order to minimize the waste. Production storage tanks constructed after May 25, 2021 will be equipped with automatic gauging system. Flares constructed after May 25, 2021 will be equipped with automatic igniter or continuous pilot. Flares will be located at least 100' from the well and storage tanks unless otherwise approved by the division. MOC will conduct AVO inspections as described in 19.15.27.8 E (5) (a) with frequencies specified in 19.15.27.8 E (5) (b) and (c). All emergencies will be resolved as quickly and safely as feasible to minimize waste.
  - F. The volume of natural gas that is vented or flared as the result of malfunction or emergency during drilling and completions operations will be estimated. The volume of natural gas that is vented, flared or beneficially used during production operations, will be measured or estimated. MOC will install equipment to measure

the volume of natural gas flared from existing process piping or a flowline piped from equipment such as high pressure separators, heater treaters, or vapor recovery units associated with a well or facility associated with a well authorized by an APD issued after May 25, 2021 that has an average daily production greater than 60 Mcf/day. If metering is not practicable due to circumstances such as low flow rate or low pressure venting and flaring, MOC will estimate the volume of vented or flared natural gas. Measuring equipment will conform to industry standards and will not be designed or equipped with a manifold that allows the diversion of natural gas around the metering element except for the sole purpose of inspecting and servicing the measurement equipment.

VIII. For maintenance activities involving production equipment and compression, venting will be limited to the depressurization of the subject equipment to ensure safe working conditions. For maintenance of production and compression equipment the associated producing wells will be shut in to eliminate venting. For maintenance of VRUs all gas normally routed to the VRU will be routed to flare to eliminate venting.

Mewbourne Oil Company							
			Skeen 21 State Com #526H			_	
		S	SHL: 680' FNL & 465' FEL (Sec 21)			_	
BHL: 100' FSL & 1980' FEL (Sec 21)				-			
Casing Type	Fluid Type	Hole Size	<b>Casing Descripion</b>	Top MD	Setting Depth	Sacks Cement	<b>Top of Cement</b>
Surface	Fresh Water	17.5	13.375" 48# H40 STC	0	500	410	0'
Intermediate	Brine	12.25	9.625" 36# J55 LTC	0'	2380	510	0'
Production	Cut-Brine	8.75	7" 26# N-80 LTC	0'	7731	710	2180'
Liner	OBM	6.125	4.5" 13.5# P110 LTC	7531'	13243.3	370	7531'