Form 3160-3 FORM APPROVED OMB No. 1004-0137 (June 2015) Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5. Lease Serial No. BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. DRILL REENTER 1a. Type of work: 1b. Type of Well: Oil Well Gas Well Other 8. Lease Name and Well No. 1c. Type of Completion: Hydraulic Fracturing Single Zone Multiple Zone 2. Name of Operator 9. API Well No. 30-015-55351 10. Field and Pool, or Exploratory 3a. Address 3b. Phone No. (include area code) 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area At surface At proposed prod. zone 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 18. Distance from proposed location* 19. Proposed Depth 20. BLM/BIA Bond No. in file to nearest well, drilling, completed, applied for, on this lease, ft. 22. Approximate date work will start* 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 23. Estimated duration 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. SUPO must be filed with the appropriate Forest Service Office). 6. Such other site specific information and/or plans as may be requested by the 25. Signature Name (Printed/Typed) Date Title Approved by (Signature) Name (Printed/Typed) Date Title Office 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

APPROVED WITH CONDITIONS Released to Imaging: 8/23/2024 12:59:21 PM Approval Date: 08/22/2024

(Continued on page 2)

*(Instructions on page 2)

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 I: 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 wen, 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 directionany 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.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

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 wen 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 win 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 conects this information to anow 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 Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

 $0. \ SHL: LOT \ 4 \ / \ 1395 \ FSL \ / \ 205 \ FEL \ / \ TWSP: 21S \ / \ RANGE: 25E \ / \ SECTION: 11 \ / \ LAT: 32.4905071 \ / \ LONG: -104.357849 \ (\ TVD: 0 \ feet, \ MD: 0 \ feet \)$ PPP: LOT 12 \ / \ 1980 \ FSL \ / \ 100 \ FWL \ / \ TWSP: 21S \ / \ RANGE: 25E \ / \ SECTION: 12 \ / \ LAT: 32.4921133 \ / \ LONG: -104.3568378 \ (\ TVD: 7631 \ feet, \ MD: 7997 \ feet \) BHL: NESE \ / 1980 \ FSL \ / \ 100 \ FEL \ / \ TWSP: 21S \ / \ RANGE: 26E \ / \ SECTION: 7 \ / \ LAT: 32.4927713 \ / \ LONG: -104.3241316 \ (\ TVD: 8029 \ feet, \ MD: 18091 \ feet \)

BLM Point of Contact

Name: PAMELLA HERNANDEZ

Title: LIE

Phone: (575) 234-5954

Email: PHERNANDEZ@BLM.GOV

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.

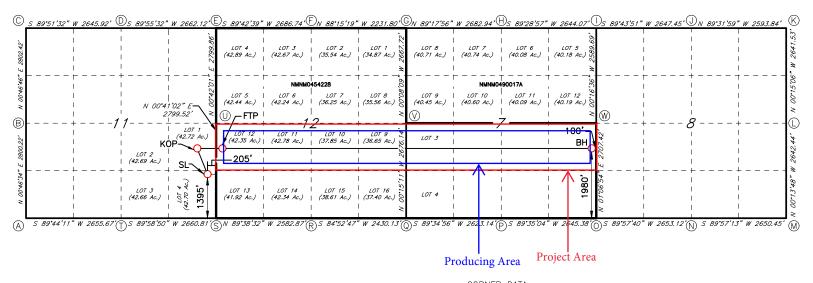


C-102 State of New Energy, Minerals & Natural						artment			Revised J	uly 9, 2024	
	Electronica CD Permittin			OIL	CONSERVAT	TION DIVISION				✓ Initial Submit	tal
V 14 OC	D I CHINE	- 5						Subm Type:		☐ Amended Rep	
								Type.		☐ As Drilled	
					WELL LOCAT	TION INFORMATION					
API Nu: 30-0	mber 1 5-5 535	51	Pool Code	96381]	Pool Name AVALO	ON; BONE	SPRI	NG		
Property 3362	24		Property Na	S	TAGE FRIG	HT 12/7 FE	D COM		Well	Number	616H
OGRID	^{No.} 1474	4	Operator Na	ame	MEWBOUR	NE OIL COM	PANY		Grou	nd Level Elevation	3316'
Surface Owner: State Fee Tribal Federal					Mineral Owner:	☐ State ☐ Fee	☐ Tribal	□Fec	leral		
					Surf	ace Location					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Long		County
P	11	21S	25E	4	1395 FSI	205 FEL	32.49050	71°N	104	.3578490°W	EDDY
		T	1			Hole Location	Γ				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	4 0 0 3 7	Long		County
I	7	21S	26E		1980 FSI	100 FEL	32.49277	13°N	104	.3241316°W	EDDY
Dedicate	ed Acres	Infill or Defi	ning Well	Defining	Well API	Overlapping Spa	cing Unit (Y/N)	Consolio	dation	Code	
320											
Order N	umbers.			•		Well setbacks are under Common Ownership: ☐ Yes ☐ No					
					Kick O	ff Point (KOP)					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Long	itude	County
I	11	21S	25E	1	1980 FSI		32.49211	42°N	104	.3586958°W	EDDY
		ı				ake Point (FTP)	T	1			
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Long		County
L	12	21S	25E	12	1980 FSI		32.49211	33-N	104	.3568378°W	EDDY
UL	Section	Township	Range	Lot	Ft. from N/S	ke Point (LTP) Ft. from E/W	Latitude		Long	itudo	County
OL	Section	Township	Kange	Lot	rt. Holli N/S	Ft. Hom E/W	Latitude		Long	itude	County
				<u> </u>							
Unitized	d Area or Ar	rea of Uniform	Interest	Spacing	Unit Type □ Hor	izontal Vertical	Grou	nd Floor l	Elevati	on:	
		TIFICATIONS				SURVEYOR CER					
my know	ledge and belie	ef, and , if the well	l is a vertical or	directional v		I hereby certify that the surveys made by me u	ne well location show nder my supervices	wn on this, and that	plat wa He san	s plotted from field no we is true and correct t	tes of actual to the best of
		ıs a working inter bottom hole locat				my belief.	/ «/»	N ME			
					unleased mineral order heretofore				(% \)	4	
entered b	y the division.						9	19680)]		
		tal well, I further o lessee or owner of			has received the ed mineral interest		Rog (2	
		get pool or format or obtained a con					Trust of the state	ONAL S	-UR		
Con	ner U	hitley	8/22/2	024				UNAL			
Signature			Date		 ,	Signature and Seal of Prof	fessional Surveyor				
	er Whitl	еу				Kobert M	. Howel	,\			
Printed Na						Certificate Number	Date of Surv	ey			
cwhitley@mewbourne.com Email Address				19680		0	6/2	8/2024			

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is a directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



CORNER DATA NAD 83 GRID - NM EAST

	GEODE	TIC D	ATA	
NIAD	83 GR			EVCT

SURFACE LOCATION (SL) N: 542178.1 - E: 533778.7

LAT: 32.4905071° N

LONG: 104.3578490° W

KICK OFF POINT (KOP) 1980' FSL - 473' FEL SEC.11 N: 542762.9 - E: 533517.7

> LAT: 32.4921142° N LONG: 104.3586958° W

FIRST TAKE POINT (FTP) 1980' FSL - 100' FWL SEC.12 N: 542762.4 - E: 534090.6

> LAT: 32.4921133° N LONG: 104.3568378° W

BOTTOM HOLE (BH) N: 543001.1 - E: 544174.6

LAT: 32.4927713° N LONG: 104.3241316° W A: FOUND BRASS CAP "1948" N: 540770.5 - E: 528651.8

B: FOUND BRASS CAP "1948' 543569.8 - E: 528689.8

C: FOUND BRASS CAP "1948" N: 546371.3 - E: 528727.9

FOUND BRASS CAP "1948 N: 546377.8 - E: 531373.1

E: FOUND BRASS CAP "1948" N: 546381.2 - E: 534034.6

F: FOUND BRASS CAP "1948"

N: 546394.8 - E: 536720.6 G: CALCULATED CORNER

546326.9 - E: 538950.8

H: FOUND BRASS CAP "1976" N: 546294.1 - E: 541632.9

I: FOUND BRASS CAP "1976' N: 546317.9 - E: 544276.2

J: FOUND BRASS CAP "1976" N: 546330.4 - E: 546923.0

K: CALCULATED CORNER N: 546309.2 - E: 549516.1

L: FOUND BRASS CAP "1976" N: 543668.4 - E: 549527.7

M: FOUND BRASS CAP "1976" N: 541026.6 - E: 549538.3

N: FOUND BRASS CAP "1976" N: 541024.5 - E: 546888.5

O: FOUND BRASS CAP "1976" N: 541022.7 - E: 544236.0

P: FOUND BRASS CAP "LS4404" N: 541003.5 - E: 541591.4

Q: FOUND BRASS CAP "1948" N: 540984.4 - E: 538969.0

R: FOUND BRASS CAP "1948" N: 540767.6 - E: 536549.1

S: FOUND BRASS CAP "1948" N: 540783.7 - E: 533967.0

T: FOUND BRASS CAP "1948" N: 540782.8 - E: 531306.8

U: FOUND BRASS CAP "1948" N: 543582.3 - E: 534000.4

V: FOUND BRASS CAP "1948" N: 543659.8 - E: 538957.1

W: FOUND BRASS CAP "1976" N: 543728.9 - E: 544288.7

Page 5

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Manage	ment Plan mu	ust be submitted w	ith each Applicat	ion for Permit to l	Drill (APD) for a	a new o	r recompleted well.	
			1 – Plan De					
		<u>~</u>	110011011111111111111111111111111111111					
I. Operator: Mew	bourne C	Oil Co.	OGRID:	14744	Date	5/2	2/24	
II. Type: ✗️ Original □	Amendment	due to □ 19.15.27	.9.D(6)(a) NMA(C □ 19.15.27.9.D	(6)(b) NMAC □	Other.		
If Other, please describe:								
III. Well(s): Provide the be recompleted from a sin					wells proposed t	o be dr	illed or proposed to	
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	P	Anticipated Produced Water BBL/D	
Stage Fright 12/7 Fed Com 616H D 11 21S 25E			1395 FSL x 205' FE	1000	2000		5000	
V. Anticipated Schedule proposed to be recomplete	: Provide the	following informa	tion for each new	or recompleted v			27.9(D)(1) NMAC] osed to be drilled or	
Well Name	API	Spud Date	TD Reached Date	Completion Commencement			First Production Date	
Stage Fright 12/7 Fed Com 616H		8/25/24	9/15/24	10/15/24	11/1/	24	11/1/24	
VII. Operational Practic Subsection A through F of VIII. Best Management during active and planned	ces: 🛛 Attac f 19.15.27.8 l	h a complete desc NMAC. Attach a comple	ription of the act	ions Operator wil	ll take to comply	y with t	the requirements of	

Page 6

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.

🗴 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	Available Maximum Daily Capacity
			Start Date	of System Segment Tie-in

XI. Map. \square 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 \square will \square will not have capacity to gather 100% of the anticipation of the system \square will \square will not have capacity to gather 100% of the anticipation of the system \square will \square will not have capacity to gather 100% of the anticipation of the system \square will not have capacity to gather 100% of the anticipation of the system \square will not have capacity to gather 100% of the anticipation of the system \square will not have capacity to gather 100% of the anticipation of the system \square will not have capacity to gather 100% of the anticipation of the system \square will not have capacity to gather 100% of the anticipation of the system \square will not have capacity to gather 100% of the system \square will not have	ited natural gas
production volume from the well prior to the date of first production.	

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

\square Attach Operator's plan to manage production in response to the increased line r	e pressure
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XIV. (Confidentiality: \square Operator asserts confidentiality pursuant to Sec	ction 71-2-8 NMSA	1978 for the informatio	n provided in
Section	n 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC	C, and attaches a full	description of the specif	ic information
for whi	ich confidentiality is asserted and the basis for such assertion.			

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Section 3 - Certifications Effective May 25, 2021

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

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: power generation on lease; (a) power generation for grid; (b) compression on lease; (c) liquids removal on lease: (d) reinjection for underground storage; (e)

- (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.

Page 8

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:	REGULATORY MANAGER
E-mail Address:	BBISHOP@MEWBOURNE.COM
Date:	8/23/24
Phone:	575-393-5905
	OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:	
Title:	
Approval Date:	
Conditions of Ap	proval:

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.

Well Name: STAGE FRIGHT 12/7 FED COM



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

Drilling Plan Data Report

08/23/2024

APD ID: 10400094560

Submission Date: 09/19/2023

Highlighted data reflects the most recent changes

Operator Name: MEWBOURNE OIL COMPANY

Well Number: 616H

Well Type: OIL WELL

Well Work Type: Drill

Show Final Text

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
13997750	UNKNOWN	3227	28	28	OTHER: Topsoil	NONE	N
13997763	CAPITAN REEF	2552	675	675	SANDSTONE	USEABLE WATER	N
13997769	DELAWARE	1324	1903	1903	LIMESTONE	NATURAL GAS, OIL	N
13997756	BONE SPRING	-431	3658	3658	LIMESTONE, SHALE	NATURAL GAS, OIL	N
13997749	BONE SPRING 1ST	-2067	5294	5294	SANDSTONE	NATURAL GAS, OIL	N
13997752	BONE SPRING 2ND	-2709	5936	5936	SANDSTONE	NATURAL GAS, OIL	N
13997753	BONE SPRING 3RD	-4045	7272	7272	SANDSTONE	NATURAL GAS, OIL	Y
13997768		-4433	7660	7660	SANDSTONE, SHALE	NATURAL GAS, OIL	N

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M Rating Depth: 18091

Equipment: Annular, Pipe Ram, Blind Ram

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to the choke manifold. Anchors are not required by manufacturer. A variance is also requested for the use of a multibowl wellhead. Please see attached schematics.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per 43 CFR Part 3170 Subpart 3172 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Choke Diagram Attachment:

Stage_Fright_12_7_Fed_Com_616H__Flex_Line_Specs_20230915154414.pdf

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

Stage_Fright_12_7_Fed_Com_616H_5M_BOPE_Choke_Diagram_20230915154414.pdf

Stage_Fright_12_7_Fed_Com_616H_Flex_Line_Specs_API_16C_20230918091819.pdf

BOP Diagram Attachment:

Stage_Fright_12_7_Fed_Com_616H_5M_BOPE_Schematic_20230915154431.pdf

Stage_Fright_12_7_Fed_Com_616H_Cactus_5K_WH_20230915154507.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	450	0	450	3314	2864	450	H-40	48	ST&C	3.29	7.39	DRY	14.9 1	DRY	25.0 5
2	14.75	12.2 5	9.625	NEW	API	N	0	2000	0	1992	3713	1322	2000	J-55	36	LT&C	2.16	3.76	DRY	6.29	DRY	7.83
3	PRODUCTI ON	8.75	7.0	NEW	API	N	0	7046	0	7007	3713	-3693	7046	P- 110	26	LT&C	1.55	2.48	DRY	3.78	DRY	4.53
4	LINER	6.12 5	4.5	NEW	API	N	6896	18091	6857	8029	-3543	-4715	11195	P- 110	13.5	LT&C	2.13	2.48	DRY	2.24	DRY	2.79

Casing Attachments

Casing ID: 1

String

SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Stage_Fright_12_7_Fed_Com__616H_CsgAssumptions_20240708144049.pdf

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

Casing ID: 2

String

INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

 $Stage_Fright_12_7_Fed_Com__616H_CsgAssumptions_20240708144101.pdf$

Casing ID: 3

String

PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Stage_Fright_12_7_Fed_Com__616H_CsgAssumptions_20240708144112.pdf

Casing ID: 4

String

LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Stage_Fright_12_7_Fed_Com__616H_CsgAssumptions_20240708144128.pdf

Section 4 - Cement

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	261	170	2.12	12.5	370	100	Class C	Salt, Gel, Extender, LCM
SURFACE	Tail		261	450	200	1.34	14.8	268	100	Class C	Retarder
INTERMEDIATE	Lead	650	0	320	60	2.12	12.5	130	25	Class C	Salt, Gel, Extender, LCM
INTERMEDIATE	Tail		320	650	100	1.34	14.8	134	25	Class C	Retarder
INTERMEDIATE	Lead	650	650	1340	130	2.12	12.5	280	25	Class C	Salt, Gel, Extender, LCM
INTERMEDIATE	Tail		1340	2000	200	1.34	14.8	268	25	Class C	Retarder
PRODUCTION	Lead		625	4525	340	2.12	12.5	730	25	Class C	Salt, Gel, LCM, Defoamer, Extender
PRODUCTION	Tail		4525	7046	400	1.18	15.6	472	25	Class H	Retarder, Fluid Loss, Defoamer
LINER	Lead		6896	1809 1	720	1.85	13.5	1340	25	Class H	Salt, Gel, Fluid Loss, Retarder, Dispersant, Defoamer, Anti-Settling Agent

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Lost circulation material Sweeps Mud scavengers in surface hole

Describe the mud monitoring system utilized: Pason/PVT/Visual monitoring

Circulating Medium Table

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	НА	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
7046	1809 1	OIL-BASED MUD	9	11							
0	450	SPUD MUD	8.6	8.8							
450	2000	SALT SATURATED	9.5	10							
2000	7046	WATER-BASED MUD	8.6	9.7							

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Will run GR/CNL logs in the vertical section of the offset Stage Fright 12/8 Fed Com 618H.

List of open and cased hole logs run in the well:

DIRECTIONAL SURVEY, MEASUREMENT WHILE DRILLING, MUD LOG/GEOLOGIC LITHOLOGY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG, GAMMA RAY LOG,

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4593 Anticipated Surface Pressure: 2826

Anticipated Bottom Hole Temperature(F): 163

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

Stage_Fright_12_7_Fed_Com_616H_H2S_Plan_20230915161708.pdf

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

 $Stage_Fright_12_7_Fed_Com_616H_Dir_Plan_20240708144151.pdf$

Stage_Fright_12_7_Fed_Com_616H_Dir_Plot_20240708144151.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

MOC_Break_Testing_Variance_20240708144204.pdf

MOC_Offline_Cementing_Variance_20240708144204.pdf

Other Variance attachment:



GATES E & S NORTH AMERICA, INC. 134 44TH STREET **CORPUS CHRISTI, TEXAS 78405**

PHONE: 361-887-9807

FAX: 361-887-0812

EMAIL: Tim.Cantu@gates.com

WEB: www.gates.com

10K CEMENTING ASSEMBLY PRESSURE TEST CERTIFICATE

Customer: Customer Ref.:

Invoice No.:

AUSTIN DISTRIBUTING 4060578 500506

Test Date: Hose Serial No.: Created By:

4/30/2015 D-043015-7 JUSTIN CROPPER

Product Description:

10K3.548.0CK4.1/1610KFLGE/E LE

End Fitting 1:

4 1/16 10K FLG 4773-6290 Gates Part No. : 10,000 PSI Working Pressure:

End Fitting 2:

Assembly Code:

Test Pressure:

4 1/16 10K FLG

L36554102914D-043015-7

15,000 PSI

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Fifth Edition, June 2010, Test pressure 9.6.7 and per Table 9 to 15,000 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.

Quality Manager:

Date:

Signature:

QUALITY

4/30/2015

Produciton:

Date:

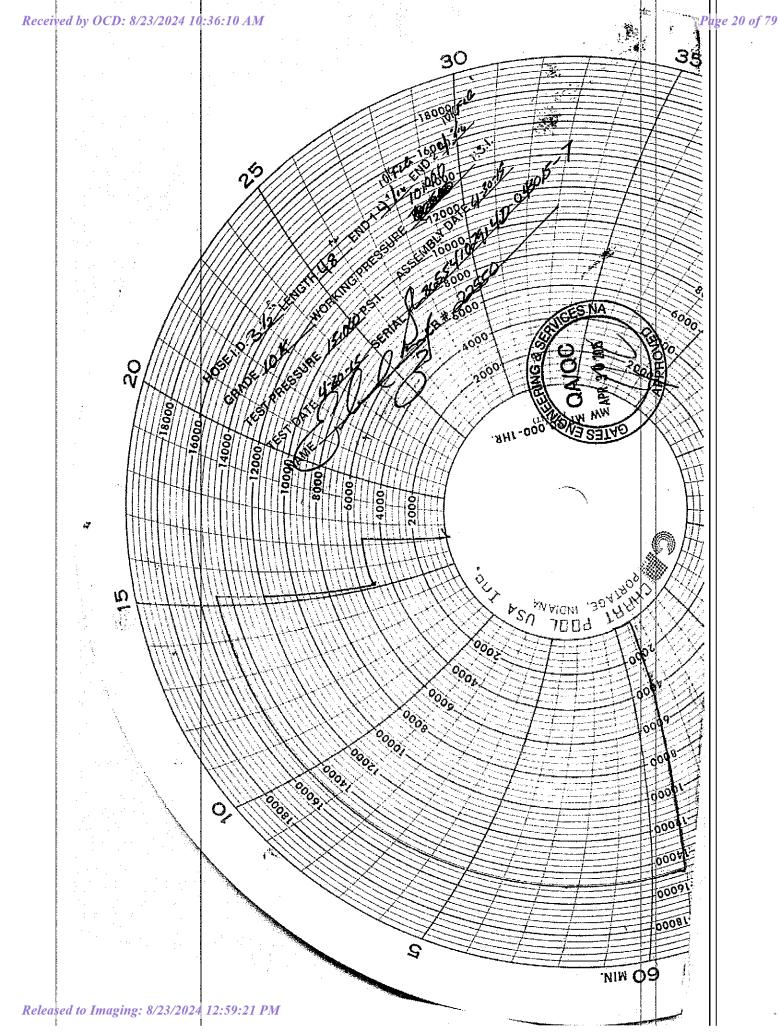
Signature :

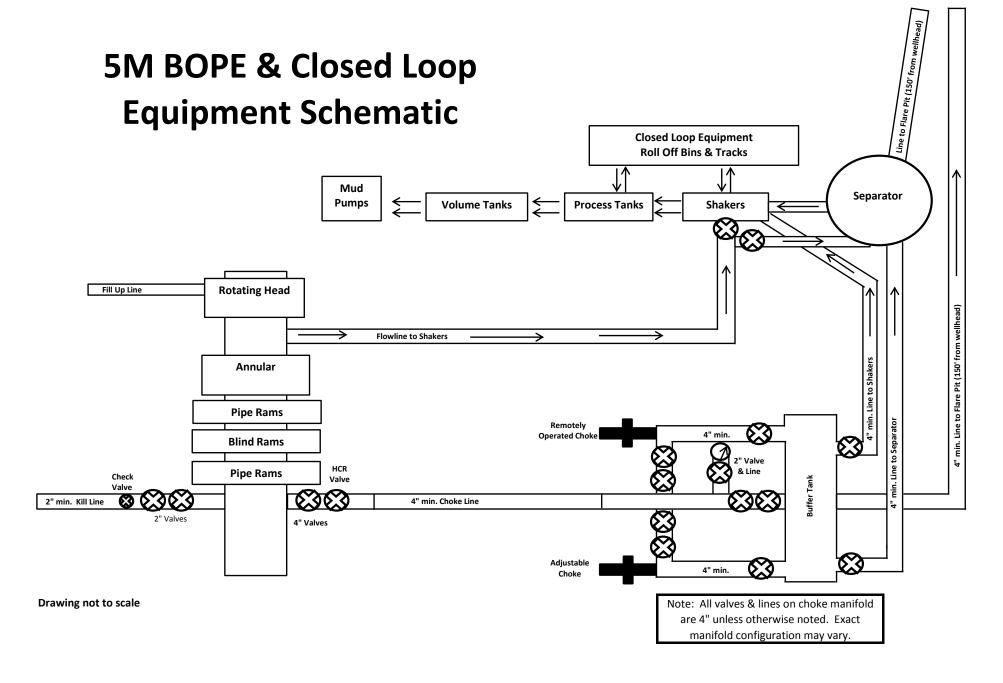
PRODUCTION

4/30/2015

Forn PTC - 01 Rev.0 2









GATES ENGINEERING & SERVICES NORTH AMERICA 7603 Prairie Oak Dr. Houston, TX 77086 PHONE: (281) 602 - 4119

FAX:

EMAIL: Troy.Schmidt@gates.com

WEB: www.gates.com

10K CHOKE & KILL ASSEMBLY PRESSURE TEST CERTIFICATE

Test Date: 8/20/2018 A-7 AUSTIN INC DBA AUSTIN HOSE Customer: Hose Serial No.: H-082018-10 Customer Ref .: 4101901 Created By: Moosa Nagvi Invoice No.: 511956 10KF3.035.0CK41/1610KFLGFXDxFLT_L/E Product Description: End Fitting 2: End Fitting 1: 4 1/16 in. Fixed Flange 4 1/16 in. Float Flange Assembly Code: L40695052218H-082018-10 Gates Part No.: 68503010-9721632 Test Pressure: 15,000 psi. Working Pressure: 10,000 psi.

Gates Engineering & Services North America certifies that the following hose assembly has successfully passed all pressure testing requirements set forth in Gates specifications: GTS-04-052 (for 5K assemblies) or GTS-04-053 (10K assemblies), which include reference to Specification API 16C (2nd Edition); sections 7.5.4, 7.5.9, and 10.8.7. A test graph will accompany this test certificate to illustrate conformity to test requirements.

Quality: Date : QUALITY 8/20/2018

Signature:

Production: Date :

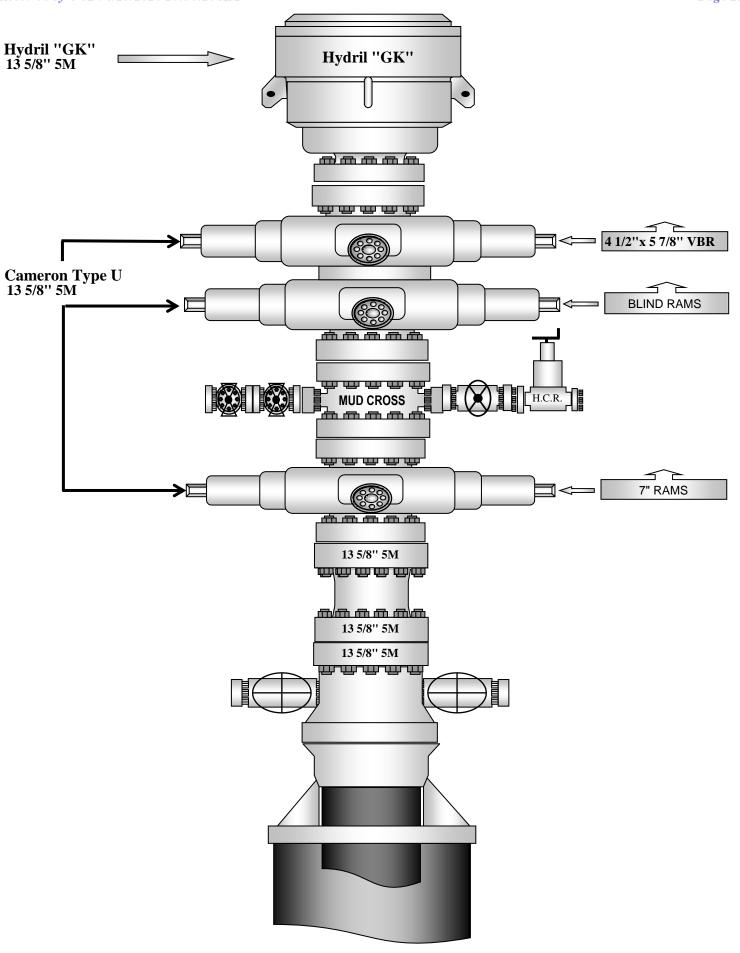
Signature :

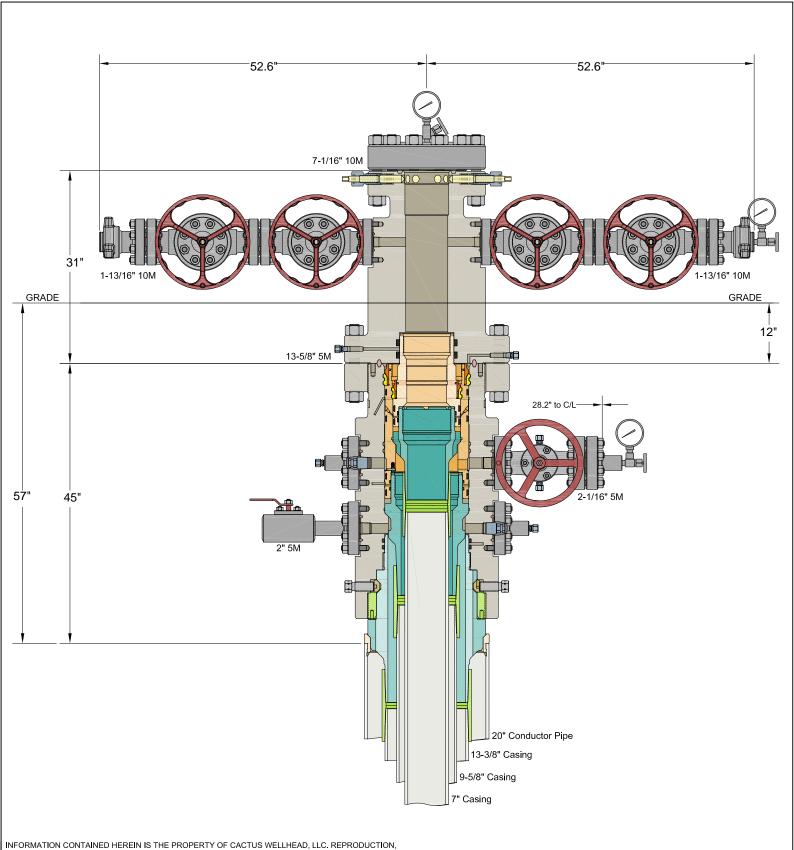
Form PTC - 01 Rev.0 2



MODUCTION

8/20/2018





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CACTUS WELLHEAD LLC

20" x 13-3/8" x 9-5/8" x 7" MBU-3T-CFL-R-DBLO Wellhead System With 9-5/8" & 7" Fluted Mandrel Casing Hangers And 13-5/8" 5M x 7-1/16" 10M CTH-DBLHPS Tubing Head

ALL DIMENSIONS APPROXIMATE MEWBOURNE OIL COMPANY NEW MEXICO

DRAWN DLE 18APR22
APPRV

DRAWING NO. HBE0000660

Mewbourne Oil Company, Stage Fright 12/7 Fed Com #616H Sec 11, T21S, R25E

SHL: 1395' FSL 205' FEL (Sec 11) BHL: 1980' FSL 100' FEL (Sec 7)

Design A - Casing Program

Hole Size	From	To	Csg. Size	Weight	Grade	Conn.	SF	SF Burst	SF Jt	SF Body
Hole Size	FIOIII	10	Csg. Size	(lbs)	Grauc	Com.	Collapse	or burst	Tension	Tension
17.5 in	0'	450'	13.375 in	48.0	H40	STC	3.29	7.39	14.91	25.05
12.25 in	0'	2000'	9.625 in	36.0	J55	LTC	2.16	3.76	6.29	7.83
8.75 in	0'	7046'	7 in	26.0	P110	LTC	1.55	2.48	3.78	4.53
6.125 in	6896'	18091'	4.5 in	13.5	P110	LTC	2.13	2.48	2.24	2.79
				DI M	Minimum Safet	v Footowa	1.125	1.0	1.6 Dry	1.6 Dry
				DLM	Millimum Salet	y ractors	1.125	1.0	1.8 Wet	1.8 Wet

Design A - Cement Program

Design A - Cement F	ign A - Cement Program											
Casing		# Sacks	Wt. lb/gal	Yield cu.ft/sack	тос	Slurry Description						
13.375 in	LEAD	170	12.5	2.12	0'	Salt, Gel, Extender, LCM						
13.375 III	TAIL	200	14.8	1.34	U	Retarder						
1st Stg 9.625 in	LEAD	130	12.5	2.12	650'	Salt, Gel, Extender, LCM						
1st Stg 9.025 iii	TAIL	200	14.8	1.34	630	Retarder						
					7" DV Tool @ 65	0'						
2nd Stg 9.625 in	LEAD	60	12.5	2.12	0'	Salt, Gel, Extender, LCM						
2110 Stg 9.023 III	TAIL	100	14.8	1.34	U	Retarder						
7 in	LEAD	340	12.5	2.12	625'	Salt, Gel, Extender, LCM, Defoamer						
/ III	TAIL	400	15.6	1.18	023	Retarder, Fluid Loss, Defoamer						
4.5 in	LEAD	720	13.5	1.85	6896'	Salt, Gel, Fluid Loss, Retarder, Dispersant, Defoamer, Anti-settling Agent						

Design A - Mud Program

Depth	Mud Wt	Mud Type
0' - 450'	8.6	Fresh Water
450' - 2000'	10	Brine
2000' - 7046'	9.5	Cut-Brine
7046' - 18091'	10.5	OBM

Geology

Geology					
Formation	Est. Top (TVD)	Mineral Resources	Formation	Est. Top (TVD)	Mineral Resources
Rustler			Yeso		
Castile			Delaware (Lamar)		1903'
Salt Top			Bell Canyon		
Salt Base			Cherry Canyon		
Yates			Manzanita Marker		
Seven Rivers			Basal Brushy Canyon		
Queen			Bone Spring		3658'
Capitan		675'	1st Bone Spring		5294'
Grayburg			2nd Bone Spring		5936'
San Andres			3rd Bone Spring		7272'
Glorieta			Wolfcamp		7660'

All casing strings will be tested in accordance with 43 CFR Part 3170 Subpart 3172. Must have table for contingency casing.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Is casing API approved? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	Y
If yes, does production casing cement tie back a minimum of 50' above the Reef?	Y
Is well within the designated 4 string boundary.	N
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is an open annulus used to satisfy R-111-Q? If yes, see cement design.	
Is an engineered weak point used to satisfy R-111-Q?	
If yes, at what depth is the weak point planned?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Mewbourne Oil Company, Stage Fright 12/7 Fed Com #616H Sec 11, T21S, R25E

SHL: 1395' FSL 205' FEL (Sec 11) BHL: 1980' FSL 100' FEL (Sec 7)

Design B - Casing Program

Hole Size	From	To	Con Sino	Weight	Grade	Comm	SF	SF Burst	SF Jt	SF Body
noie Size	r rom	10	Csg. Size	(lbs)	Grade	Conn.	Collapse	Sr Durst	Tension	Tension
17.5 in	0'	450'	13.375 in	48.0	H40	STC	3.29	7.39	14.91	25.05
12.25 in	0'	2000'	9.625 in	36.0	J55	LTC	2.16	3.76	6.29	7.83
8.75 in	0'	7975'	7 in	26.0	P110	LTC	1.43	2.28	3.34	4.00
6.125 in	7096'	18091'	4.5 in	13.5	P110	LTC	2.13	2.48	2.28	2.84
				RI M	Minimum Safet	v Footore	1.125	1.0	1.6 Drv	1.6 Drv
				DLM	Millimum Saret	y Factors	1.123	1.0	1.8 Wet	1.8 Wet

Design B - Cement Program

Design B - Cement I									
Casing		# Sacks	Wt. lb/gal	Yield cu.ft/sack	тос	Slurry Description			
13.375 in	LEAD	170	12.5	2.12	0'	Salt, Gel, Extender, LCM			
13.375 III	TAIL	200	14.8	1.34	U	Retarder			
1st Stg 9.625 in	LEAD	130	12.5	2.12	650'	Salt, Gel, Extender, LCM			
18t Stg 9.025 III	TAIL	200	14.8	1.34	650	Retarder			
					7" DV Tool @ 65	0'			
2nd Stg 9.625 in	LEAD	60	12.5	2.12	0'	Salt, Gel, Extender, LCM			
21td 3tg 9.023 III	TAIL	100	14.8	1.34	U	Retarder			
7 in	LEAD	420	12.5	2.12	625'	Salt, Gel, Extender, LCM, Defoamer			
/ III	TAIL	400	15.6	1.18	023	Retarder, Fluid Loss, Defoamer			
4.5 in	LEAD 700 13.5		1.85	7096'	Salt, Gel, Fluid Loss, Retarder, Dispersant, Defoamer, Anti-settling Agent				

Design B - Mud Program

Depth	Mud Wt	Mud Type
0' - 450'	8.6	Fresh Water
450' - 2000'	10	Brine
2000' - 7975'	9.5	Cut-Brine
7975' - 18091'	10.5	OBM

Geology

Formation	Est. Top (TVD)	Mineral Resources	Formation	Est. Top (TVD)	Mineral Resources
Rustler			Yeso		
Castile			Delaware (Lamar)		1903'
Salt Top			Bell Canyon		
Salt Base			Cherry Canyon		
Yates			Manzanita Marker		
Seven Rivers			Basal Brushy Canyon		
Queen			Bone Spring		3658'
Capitan		675'	1st Bone Spring		5294'
Grayburg			2nd Bone Spring		5936'
San Andres			3rd Bone Spring		7272'
Glorieta			Wolfcamp		7660'

All casing strings will be tested in accordance with 43 CFR Part 3170 Subpart 3172. Must have table for contingency casing.

	Y or N	
Is casing new? If used, attach certification as required in Onshore Order #1	Y	
Is casing API approved? If no, attach casing specification sheet.	Y	
Is premium or uncommon casing planned? If yes attach casing specification sheet.		
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).		
Will the pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y	
Is well located within Capitan Reef?	Y	
If yes, does production casing cement tie back a minimum of 50' above the Reef?	Y	
Is well within the designated 4 string boundary.	N	
Is well located in SOPA but not in R-111-P?	N	
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?		
Is well located in R-111-P and SOPA?	N	
If yes, are the first three strings cemented to surface?		
Is 2 nd string set 100' to 600' below the base of salt?		
Is an open annulus used to satisfy R-111-Q? If yes, see cement design.		
Is an engineered weak point used to satisfy R-111-Q?		
If yes, at what depth is the weak point planned?		
Is well located in high Cave/Karst?	N	
If yes, are there two strings cemented to surface?		
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?		
Is well located in critical Cave/Karst?	N	
If yes, are there three strings cemented to surface?		



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* (5th 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.



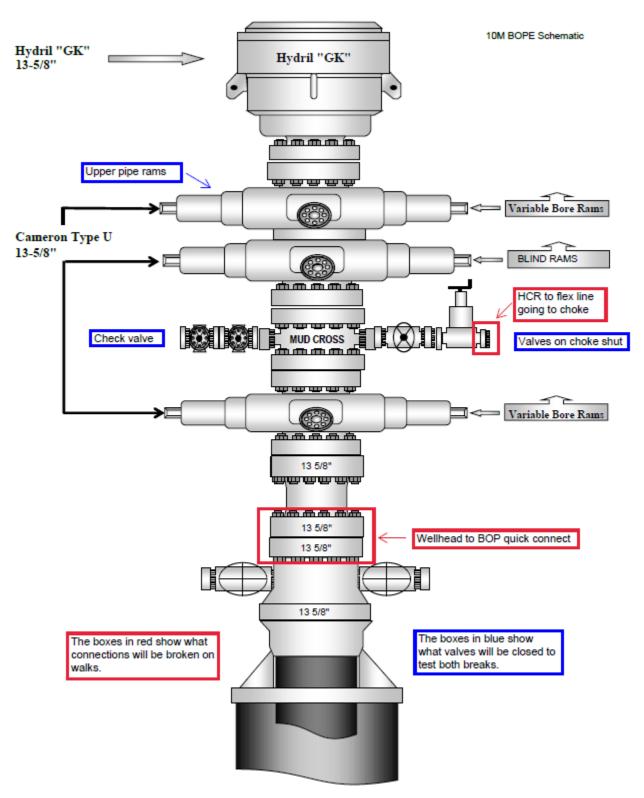


Figure 1. BOP diagram



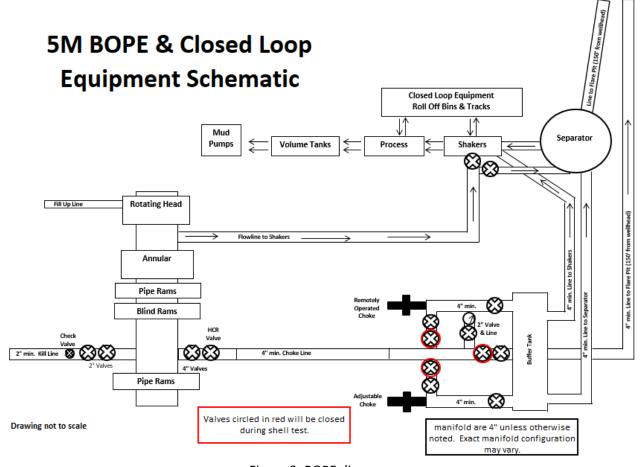


Figure 2. BOPE diagram





Figure 3. BOP handling system





Figure 4. BOP handling system



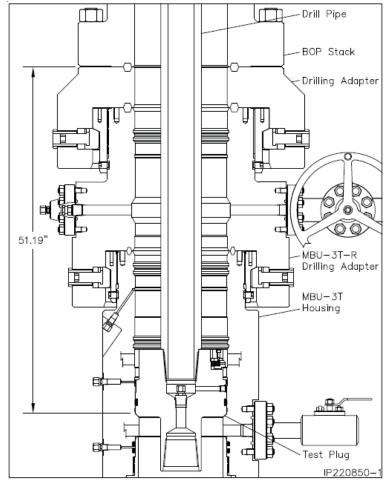


Figure 5. Cactus 5M wellhead with BOP quick connect

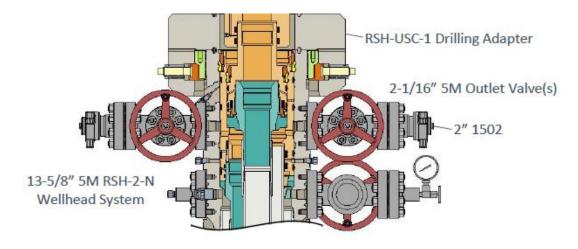


Figure 6. Vault 5M wellhead with BOP quick connect



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 %" 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.
 - o Rig up 3rd 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.

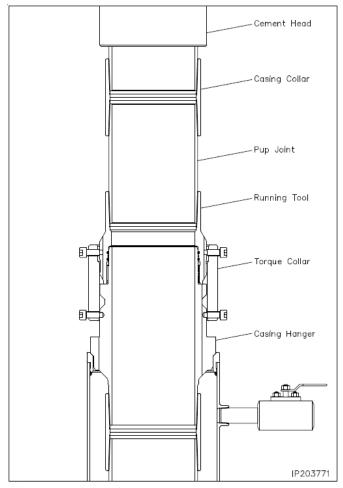


Figure 1. Cactus 13 3/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 13 3/8" pup joint and casing.



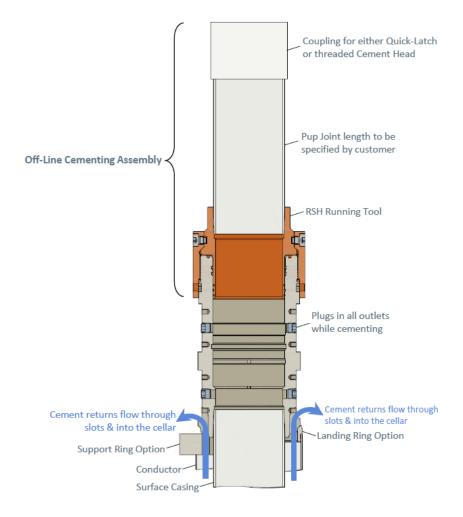


Figure 2. Vault 13 3/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 13 3/8" pup joint and casing.



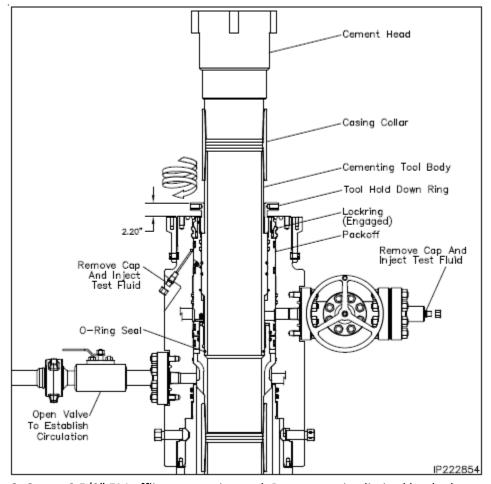


Figure 3. Cactus 9 5/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 9 5/8" pup joint and casing.



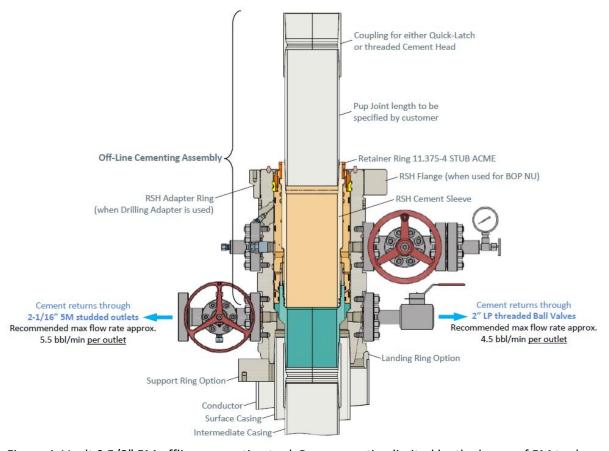


Figure 4. Vault 9 5/8" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 9 5/8" pup joint and casing.



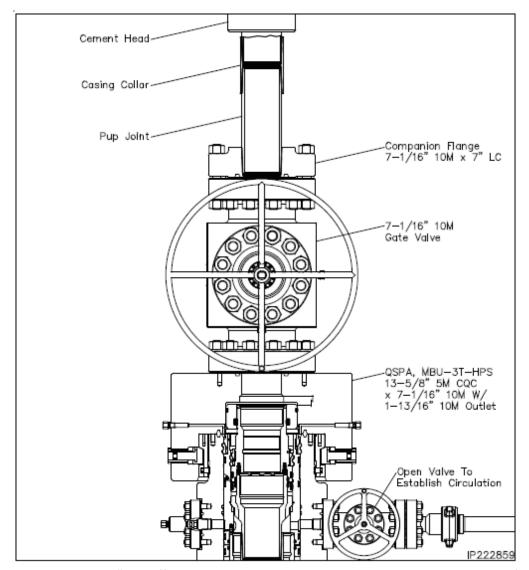


Figure 5. Cactus 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.



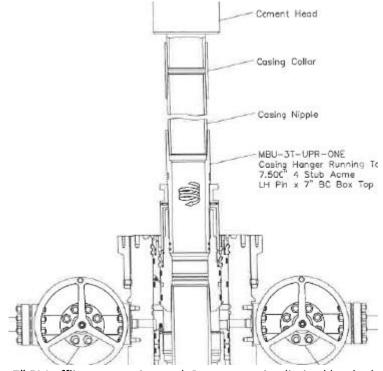


Figure 6. Cactus 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.



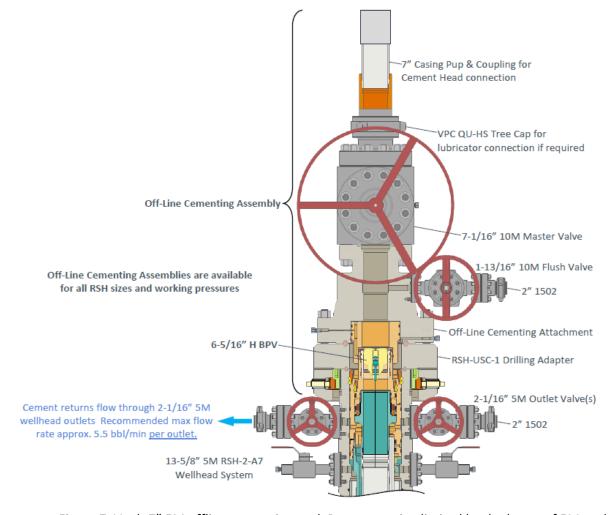


Figure 7. Vault 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.



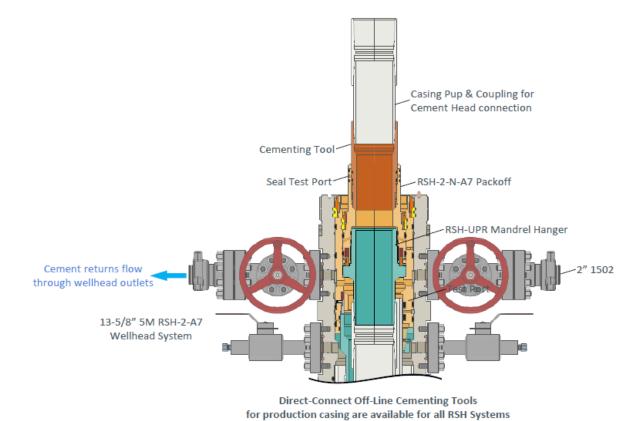


Figure 8. Vault 7" 5M offline cementing tool. Pressure rating limited by the lesser of 5M tool rating or the 7" pup joint and casing.



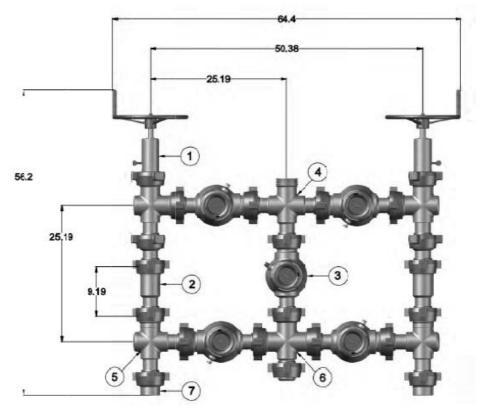


Figure 9. Five valve 15k choke manifold.

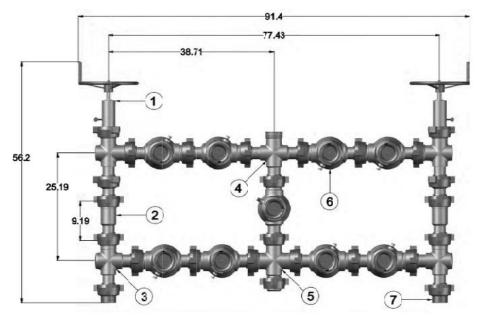


Figure 10. Nine valve 15k choke manifold.

Mewbourne Oil Company, Stage Fright 12/7 Fed Com #616H Sec 11, T21S, R25E

SHL: 1395' FSL 205' FEL (Sec 11) BHL: 1980' FSL 100' FEL (Sec 7)

Operator Name:	Property Name:	Well Number
Mewbourne Oil Company	Stage Fright 12/7 Fed Com	#616H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County		
I	11	21	25	-	1980'	FSL	473'	FEL	Eddy		
		Latitude				Longitude					
32.4921142	2				-104.35869	958			83		

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County		
L	12	21	25	-	1980'	FSL	100'	FWL	Eddy		
		Latitude				Longitude					
32.4921133	3				-032.49211	133			83		

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
I	7	21	26	-	1980'	FSL	100'	FEL	Eddy
		Latitude				NAD			
32.49277	113				-104.32413	316			83

Is this well the defining well for the	Horizontal Spacing Unit?	N
Is this well an infill well?	Y	_

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API#		

Operator Name:	Property Name:	Well Number
Mewbourne Oil Company	Stage Fright 12/8 Fed Com	618H

Mewbourne Oil Company

Eddy County, New Mexico NAD 83 Stage Fright 12/7 Fed Com #616H

Sec 11, T21S, R25E

SHL: 1395' FSL & 205' FEL (Sec 11) BHL: 1980' FSL & 100' FEL (Sec 7)

Plan: Design #1

Standard Planning Report

08 July, 2024

Hobbs Database:

Company: Mewbourne Oil Company

Project: Eddy County, New Mexico NAD 83 Site: Stage Fright 12/7 Fed Com #616H

Well: Sec 11, T21S, R25E

Wellbore: BHL: 1980' FSL & 100' FEL (Sec 7)

Design #1 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Stage Fright 12/7 Fed Com #616H WELL @ 3340.0usft (Original Well Elev) WELL @ 3340.0usft (Original Well Elev)

Minimum Curvature

Project Eddy County, New Mexico NAD 83

Map System: US State Plane 1983 North American Datum 1983 Geo Datum:

New Mexico Eastern Zone Map Zone:

System Datum:

Ground Level

Stage Fright 12/7 Fed Com #616H Site

Northing: 542,103.20 usft Site Position: 32.4903011 Latitude: From: Мар Easting: 533,777.80 usft Longitude: -104.3578518

0.0 usft Slot Radius: 13-3/16 " **Position Uncertainty:**

Well Sec 11, T21S, R25E

Plan Survey Tool Program

Well Position +N/-S 0.0 usft 542.103.20 usft Latitude: 32.4903011 Northing: +E/-W 0.0 usft Easting: 533,777.80 usft Longitude: -104.3578518 0.0 usft Wellhead Elevation: 3,340.0 usft Ground Level: 3,316.0 usft

Position Uncertainty

Grid Convergence: -0.01 °

BHL: 1980' FSL & 100' FEL (Sec 7) Wellbore

Declination Field Strength Magnetics **Model Name** Sample Date Dip Angle (°) (°) (nT) 7.53 IGRF2010 12/31/2014 60.21 48,312.00244251

Design #1 Design Audit Notes: **PROTOTYPE** 0.0 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction

Remarks

(usft) (usft) (usft) (°) 0.0 0.0 0.0 85.06

Depth From Depth To (usft) (usft) Survey (Wellbore) **Tool Name**

Date

7/8/2024

18,098.9 0.0 Design #1 (BHL: 1980' FSL & 100

Plan Sections Measured Vertical Dogleg Build Turn Depth Inclination Azimuth Depth +N/-S +E/-W Rate Rate Rate TFO (usft) (°) (°) (usft) (usft) (usft) (°/100usft) (°/100usft) (°/100usft) (°) Target 0.0 0.00 0.00 0.0 0.0 0.0 0.00 0.00 0.00 0.00 500.0 0.00 0.00 500.0 0.0 0.0 0.00 0.00 0.00 0.00 822.9 823.6 6.47 338.48 17.0 -6.7 2.00 2.00 0.00 338.48 6,790.8 338.48 6,752.1 0.00 0.00 0.00 6 47 642 7 -253 4 0.00 0.00 7,075.0 659.7 -260.1 180.00 KOP: 1980' FSL & 47: 7.114.4 0.00 2.00 -2.00 0.00 7,965.0 87.74 88.72 7,630.0 671.6 273.3 10.32 10.32 0.00 88.72 18,098.9 87.74 88.72 8,029.0 897.9 10,396.8 0.00 0.00 0.00 0.00 BHL: 1980' FSL & 100

Hobbs Database:

Company: Mewbourne Oil Company

Eddy County, New Mexico NAD 83 Project: Site: Stage Fright 12/7 Fed Com #616H

Well: Sec 11, T21S, R25E

BHL: 1980' FSL & 100' FEL (Sec 7) Wellbore:

Design: Design #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Stage Fright 12/7 Fed Com #616H WELL @ 3340.0usft (Original Well Elev) WELL @ 3340.0usft (Original Well Elev)

ned 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
SHL: 1395	' FSL & 205' FEL (Sec 11)							
100.0	•	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
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0		338.48	600.0	1.6	-0.6	-0.5	2.00	2.00	0.00
700.0		338.48	699.8	6.5	-2.6	-2.0	2.00	2.00	0.00
800.0	6.00	338.48	799.5	14.6	-5.8	-4.5	2.00	2.00	0.00
823.6	6.47	338.48	822.9	17.0	-6.7	-5.2	2.00	2.00	0.00
900.0	6.47	338.48	898.8	25.0	-9.9	-7.7	0.00	0.00	0.00
1,000.0		338.48	998.2	25.0 35.5	-9.9 -14.0	-7.7 -10.9	0.00	0.00	0.00
1,100.0		338.48	1,097.6	46.0	-18.1	-10.9 -14.1	0.00	0.00	0.00
1,200.0		338.48	1,196.9	56.5	-22.3	-17.3	0.00	0.00	0.00
1,300.0		338.48	1,296.3	66.9	-26.4	-20.5	0.00	0.00	0.00
1,400.0		338.48	1,395.6	77.4	-30.5	-23.8	0.00	0.00	0.00
1,500.0 1,600.0		338.48 338.48	1,495.0 1,594.4	87.9 98.4	-34.7 -38.8	-27.0 -30.2	0.00 0.00	0.00 0.00	0.00 0.00
1,700.0		338.48	1,693.7	108.9	-30.0 -42.9	-30.2 -33.4	0.00	0.00	0.00
1,800.0		338.48	1,793.1	119.4	-42.9 -47.1	-36.6	0.00	0.00	0.00
1,900.0		338.48	1,892.5	129.9	-51.2	-39.8	0.00	0.00	0.00
2,000.0		338.48	1,991.8	140.3	-55.3	-43.1	0.00	0.00	0.00
2,100.0		338.48	2,091.2	150.8	-59.5	-46.3	0.00	0.00	0.00
2,200.0		338.48	2,190.5	161.3	-63.6	-49.5	0.00	0.00	0.00
2,300.0	6.47	338.48	2,289.9	171.8	-67.7	-52.7	0.00	0.00	0.00
2,400.0	6.47	338.48	2,389.3	182.3	-71.9	-55.9	0.00	0.00	0.00
2,500.0	6.47	338.48	2,488.6	192.8	-76.0	-59.1	0.00	0.00	0.00
2,600.0		338.48	2,588.0	203.3	-80.1	-62.4	0.00	0.00	0.00
2,700.0		338.48	2,687.4	213.7	-84.3	-65.6	0.00	0.00	0.00
2,800.0	6.47	338.48	2,786.7	224.2	-88.4	-68.8	0.00	0.00	0.00
2,900.0	6.47	338.48	2,886.1	234.7	-92.5	-72.0	0.00	0.00	0.00
3,000.0		338.48	2,985.4	245.2	-96.7	-75.2	0.00	0.00	0.00
3,100.0		338.48	3,084.8	255.7	-100.8	-78.4	0.00	0.00	0.00
3,200.0		338.48	3,184.2	266.2	-104.9	-81.7	0.00	0.00	0.00
3,300.0	6.47	338.48	3,283.5	276.7	-109.1	-84.9	0.00	0.00	0.00
3,400.0	6.47	338.48	3,382.9	287.2	-113.2	-88.1	0.00	0.00	0.00
3,500.0		338.48	3,482.3	297.6	-117.3	-91.3	0.00	0.00	0.00
3,600.0		338.48	3,581.6	308.1	-121.5	-94.5	0.00	0.00	0.00
3,700.0		338.48	3,681.0	318.6	-125.6	-97.7	0.00	0.00	0.00
3,800.0		338.48	3,780.3	329.1	-129.8	-101.0	0.00	0.00	0.00
,									
3,900.0 4,000.0		338.48 338.48	3,879.7 3,979.1	339.6 350.1	-133.9 -138.0	-104.2 -107.4	0.00 0.00	0.00 0.00	0.00 0.00
4,000.0		338.48	3,979.1 4,078.4	360.6	-136.0 -142.2	-107.4 -110.6	0.00	0.00	0.00
4,200.0		338.48	4,177.8	371.0	-146.3	-113.8	0.00	0.00	0.00
4,300.0		338.48	4,177.0	381.5	-150.4	-117.0 -117.0	0.00	0.00	0.00
4,400.0		338.48	4,376.5	392.0	-154.6	-120.3	0.00	0.00	0.00
4,500.0		338.48	4,475.9	402.5	-158.7	-123.5	0.00	0.00	0.00
4,600.0		338.48	4,575.2	413.0	-162.8	-126.7	0.00	0.00	0.00
4,700.0		338.48	4,674.6	423.5	-167.0	-129.9	0.00	0.00	0.00
4,800.0	6.47	338.48	4,774.0	434.0	-171.1	-133.1	0.00	0.00	0.00
4,900.0	6.47	338.48	4,873.3	444.4	-175.2	-136.3	0.00	0.00	0.00
5,000.0		338.48	4,972.7	454.9	-179.4	-139.6	0.00	0.00	0.00
5,100.0	6.47	338.48	5,072.1	465.4	-183.5	-142.8	0.00	0.00	0.00

Database: Hobbs

Company: Mewbourne Oil Company

Project: Eddy County, New Mexico NAD 83
Site: Stage Fright 12/7 Fed Com #616H

Well: Sec 11, T21S, R25E

Wellbore: BHL: 1980' FSL & 100' FEL (Sec 7)

Design: Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Stage Fright 12/7 Fed Com #616H WELL @ 3340.0usft (Original Well Elev) WELL @ 3340.0usft (Original Well Elev)

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	6.47	338.48	5,171.4	475.9	-187.6	-146.0	0.00	0.00	0.00
5,300.0	6.47	338.48	5,270.8	486.4	-191.8	-149.2	0.00	0.00	0.00
5,400.0	6.47	338.48	5,370.1	496.9	-195.9	-152.4	0.00	0.00	0.00
5,500.0	6.47	338.48	5,469.5	507.4	-200.0	-155.6	0.00	0.00	0.00
5,600.0	6.47	338.48	5,568.9	517.8	-204.2	-158.9	0.00	0.00	0.00
5,700.0	6.47	338.48	5,668.2	528.3	-208.3	-162.1	0.00	0.00	0.00
5,800.0	6.47	338.48	5,767.6	538.8	-212.4	-165.3	0.00	0.00	0.00
5,900.0	6.47	338.48	5,867.0	549.3	-216.6	-168.5	0.00	0.00	0.00
6,000.0	6.47	338.48	5,966.3	559.8	-220.7	-171.7	0.00	0.00	0.00
6,100.0	6.47	338.48	6,065.7	570.3	-224.8	-174.9	0.00	0.00	0.00
6,200.0	6.47	338.48	6,165.0	580.8	-229.0	-178.2	0.00	0.00	0.00
6,300.0	6.47	338.48	6,264.4	591.2	-233.1	-181.4	0.00	0.00	0.00
6,400.0	6.47	338.48	6,363.8	601.7	-237.2	-184.6	0.00	0.00	0.00
6,500.0 6.600.0	6.47	338.48 338.48	6,463.1	612.2	-241.4	-187.8	0.00	0.00	0.00
6,600.0	6.47		6,562.5 6,661.9	622.7 633.2	-245.5 -249.6	-191.0	0.00	0.00 0.00	0.00
6,700.0	6.47 6.47	338.48 338.48	6,752.1	642.7	-249.6 -253.4	-194.2 -197.2	0.00 0.00	0.00	0.00 0.00
· ·									
6,800.0	6.29	338.48	6,761.2	643.7	-253.8	-197.5	2.00	-2.00	0.00
6,900.0	4.29	338.48	6,860.8	652.2	-257.2	-200.1	2.00	-2.00	0.00
7,000.0 7.100.0	2.29	338.48	6,960.6	657.6 659.7	-259.3	-201.7 -202.4	2.00	-2.00 -2.00	0.00
7,100.0	0.29 0.00	338.48 0.00	7,060.6 7,075.0	659.7	-260.1 -260.1	-202.4 -202.4	2.00 2.00	-2.00 -2.00	0.00 0.00
,	5.00 FSL & 473' FEL (7,073.0	039.7	-200.1	-202.4	2.00	-2.00	0.00
	,	•							
7,150.0	3.67	88.72	7,110.6	659.7	-259.0	-201.2	10.32	10.32	0.00
7,200.0 7,250.0	8.83 13.99	88.72 88.72	7,160.3 7,209.3	659.8 660.1	-253.5 -243.6	-195.8 -185.9	10.32 10.32	10.32 10.32	0.00 0.00
7,250.0	19.15	88.72	7,209.3 7,257.2	660.4	-243.0 -229.4	-171.7	10.32	10.32	0.00
7,350.0	24.30	88.72	7,303.6	660.8	-210.9	-153.3	10.32	10.32	0.00
7,400.0	29.46	88.72	7,348.2	661.3	-188.3	-130.7	10.32	10.32	0.00
7,450.0	34.62	88.72	7,390.5	661.9	-161.8	-104.2	10.32	10.32	0.00
7,500.0	39.78	88.72	7,430.4	662.6	-131.6	-74.1	10.32	10.32	0.00
7,550.0	44.93	88.72	7,467.3	663.3	-97.9	-40.5	10.32	10.32	0.00
7,600.0	50.09	88.72	7,501.1	664.1	-61.1	-3.7	10.32	10.32	0.00
7,650.0	55.25	88.72	7,531.4	665.0	-21.3	36.0	10.32	10.32	0.00
7,700.0	60.41	88.72	7,558.0	666.0	21.0	78.2	10.32	10.32	0.00
7,750.0	65.57	88.72	7,580.7	667.0	65.5	122.6	10.32	10.32	0.00
7,800.0	70.72	88.72	7,599.3	668.0	111.9	168.9	10.32	10.32	0.00
7,850.0	75.88	88.72	7,613.7	669.1	159.7	216.7	10.32	10.32	0.00
7,900.0	81.04	88.72	7,623.7	670.2	208.7	265.6	10.32	10.32	0.00
7,950.0	86.20	88.72	7,629.2	671.3	258.4	315.2	10.32	10.32	0.00
7,965.0	87.74	88.72	7,630.0	671.6	273.3	330.1	10.32	10.32	0.00
8,000.0	87.74	88.72	7,631.4	672.4	308.3	365.0	0.00	0.00	0.00
8,003.6	87.74	88.72	7,631.5	672.5	311.9	368.6	0.00	0.00	0.00
FTP: 1980' F	SL & 100' FWL (Sec 12)							
8,100.0	87.74	88.72	7,635.3	674.6	408.2	464.7	0.00	0.00	0.00
8,200.0	87.74	88.72	7,639.3	676.9	508.1	564.4	0.00	0.00	0.00
8,300.0	87.74	88.72	7,643.2	679.1	608.0	664.2	0.00	0.00	0.00
8,400.0	87.74	88.72	7,647.1	681.3	707.9	763.9	0.00	0.00	0.00
8,500.0	87.74	88.72	7,651.1	683.6	807.8	863.6	0.00	0.00	0.00
8,600.0	87.74	88.72	7,655.0	685.8	907.7	963.3	0.00	0.00	0.00
8,700.0	87.74	88.72	7,658.9	688.0	1,007.6	1,063.0	0.00	0.00	0.00
8,800.0	87.74 87.74	88.72	7,662.9	690.3	1,107.5	1,162.8	0.00	0.00	0.00
8,900.0 9,000.0	87.74 87.74	88.72 88.72	7,666.8 7,670.8	692.5 694.7	1,207.4 1,307.3	1,262.5 1,362.2	0.00 0.00	0.00 0.00	0.00 0.00
9,000.0	01.14	00.12	1,010.0	094.7	1,307.3	1,302.2	0.00	0.00	0.00

Database: Hobbs

Company: Mewbourne Oil Company

Project: Eddy County, New Mexico NAD 83
Site: Stage Fright 12/7 Fed Com #616H

Well: Sec 11, T21S, R25E

Wellbore: BHL: 1980' FSL & 100' FEL (Sec 7)

Design: Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Stage Fright 12/7 Fed Com #616H WELL @ 3340.0usft (Original Well Elev) WELL @ 3340.0usft (Original Well Elev)

Grid

esign:	Design #1										
lanned 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)		
9,100.0	87.74	88.72	7,674.7	697.0	1,407.2	1,461.9	0.00	0.00	0.00		
9,200.0	87.74	88.72	7,678.6	699.2	1,507.1	1,561.6	0.00	0.00	0.00		
9,300.0	87.74	88.72	7,682.6	701.4	1,607.0	1,661.4	0.00	0.00	0.00		
9,400.0	87.74	88.72	7,686.5	703.7	1,706.9	1,761.1	0.00	0.00	0.00		
9,500.0	87.74	88.72	7,690.4	705.9	1,806.8	1,860.8	0.00	0.00	0.00		
9,600.0	87.74	88.72	7,694.4	708.1	1,906.7	1,960.5	0.00	0.00	0.00		
,						,					
9,700.0	87.74	88.72	7,698.3	710.4	2,006.6	2,060.2	0.00	0.00	0.00		
9,800.0	87.74	88.72	7,702.2	712.6	2,106.4	2,160.0	0.00	0.00	0.00		
9,900.0	87.74	88.72	7,706.2	714.8	2,206.3	2,259.7	0.00	0.00	0.00		
10,000.0	87.74	88.72	7,710.1	717.1	2,306.2	2,359.4	0.00	0.00	0.00		
10,100.0	87.74	88.72	7,714.1	719.3	2,406.1	2,459.1	0.00	0.00	0.00		
10,200.0	87.74	88.72	7,718.0	721.5	2,506.0	2,558.8	0.00	0.00	0.00		
10,300.0	87.74	88.72	7,721.9	723.8	2,605.9	2,658.5	0.00	0.00	0.00		
10,400.0	87.74	88.72	7,725.9	726.0	2,705.8	2.758.3	0.00	0.00	0.00		
10,500.0	87.74	88.72	7,729.8	728.2	2,805.7	2,858.0	0.00	0.00	0.00		
10,600.0	87.74	88.72	7,733.7	730.5	2,905.6	2,957.7	0.00	0.00	0.00		
10,700.0	87.74	88.72	7,737.7	732.7	3,005.5	3,057.4	0.00	0.00	0.00		
10,800.0	87.74	88.72	7,741.6	734.9	3,105.4	3,157.1	0.00	0.00	0.00		
10,900.0	87.74	88.72	7,745.6	737.2	3,205.3	3,256.9	0.00	0.00	0.00		
11,000.0	87.74	88.72	7,749.5	739.4	3,305.2	3,356.6	0.00	0.00	0.00		
11,100.0	87.74	88.72	7,753.4	741.6	3,405.1	3,456.3	0.00	0.00	0.00		
11,200.0	87.74	88.72	7,757.4	743.9	3,505.0	3,556.0	0.00	0.00	0.00		
11,300.0	87.74	88.72	7,761.3	746.1	3,604.9	3,655.7	0.00	0.00	0.00		
11,400.0	87.74	88.72	7,765.2	748.3	3,704.8	3,755.5	0.00	0.00	0.00		
11,500.0	87.74	88.72	7,769.2	750.6	3,804.7	3,855.2	0.00	0.00	0.00		
	87.74	88.72					0.00		0.00		
11,600.0			7,773.1	752.8	3,904.6	3,954.9		0.00			
11,700.0	87.74	88.72	7,777.1	755.0	4,004.5	4,054.6	0.00	0.00	0.00		
11,800.0	87.74	88.72	7,781.0	757.3	4,104.4	4,154.3	0.00	0.00	0.00		
11,900.0	87.74	88.72	7,784.9	759.5	4,204.3	4,254.1	0.00	0.00	0.00		
12,000.0	87.74	88.72	7,788.9	761.7	4,304.2	4,353.8	0.00	0.00	0.00		
12,100.0	87.74	88.72	7,792.8	764.0	4,404.1	4,453.5	0.00	0.00	0.00		
12,200.0	87.74	88.72	7,796.7	766.2	4,504.0	4,553.2	0.00	0.00	0.00		
12,300.0	87.74	88.72	7,800.7	768.4	4,603.9	4,652.9	0.00	0.00	0.00		
12,400.0	87.74	88.72	7,804.6	770.7	4,703.8	4,752.6	0.00	0.00	0.00		
12,500.0	87.74	88.72	7,808.6	772.9	4,803.7	4,852.4	0.00	0.00	0.00		
12,600.0	87.74 87.74	88.72	7,812.5	775.1	4,903.6	4,952.1	0.00	0.00	0.00		
12,700.0	87.74	88.72	7,816.4	777.3	5,003.5	5,051.8	0.00	0.00	0.00		
12,800.0	87.74	88.72	7,820.4	779.6	5,103.4	5,151.5	0.00	0.00	0.00		
12,900.0	87.74	88.72	7,824.3	781.8	5,203.3	5,251.2	0.00	0.00	0.00		
13,000.0	87.74	88.72	7,828.2	784.0	5,303.2	5,351.0	0.00	0.00	0.00		
13,100.0	87.74	88.72	7,832.2	786.3	5,403.1	5,450.7	0.00	0.00	0.00		
13,200.0	87.74	88.72	7,836.1	788.5	5,503.0	5,550.4	0.00	0.00	0.00		
13,300.0	87.74	88.72	7,840.1	790.7	5,602.9	5,650.1	0.00	0.00	0.00		
13,400.0	87.74	88.72	7,844.0	793.0	5,702.8	5,749.8	0.00	0.00	0.00		
13,500.0	87.74	88.72	7,847.9	795.2	5,802.7	5,849.6	0.00	0.00	0.00		
13,600.0	87.74	88.72	7,851.9	797.4	5,902.6	5,949.3	0.00	0.00	0.00		
13,700.0	87.74	88.72	7,855.8	799.7	6,002.5	6,049.0	0.00	0.00	0.00		
13,800.0	87.74	88.72	7,859.7	801.9	6,102.3	6,148.7	0.00	0.00	0.00		
13,900.0	87.74	88.72	7,863.7	804.1	6,202.2	6,248.4	0.00	0.00	0.00		
14,000.0	87.74	88.72	7,867.6	806.4	6,302.1	6,348.2	0.00	0.00	0.00		
14,100.0	87.74	88.72	7,871.6	808.6	6,402.0	6,447.9	0.00	0.00	0.00		
14,200.0	87.74	88.72	7,875.5	810.8	6,501.9	6,547.6	0.00	0.00	0.00		
14,300.0	87.74	88.72	7,879.4	813.1	6,601.8	6,647.3	0.00	0.00	0.00		
14,400.0	87.74	88.72	7,883.4	815.3	6,701.7	6,747.0	0.00	0.00	0.00		

Database: Hobbs

Company: Mewbourne Oil Company

Project: Eddy County, New Mexico NAD 83
Site: Stage Fright 12/7 Fed Com #616H

Well: Sec 11, T21S, R25E

Wellbore: BHL: 1980' FSL & 100' FEL (Sec 7)

Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Site Stage Fright 12/7 Fed Com #616H WELL @ 3340.0usft (Original Well Elev) WELL @ 3340.0usft (Original Well Elev)

Grid

ed Survey									
Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
14,500.0	87.74	88.72	7,887.3	817.5	6,801.6	6,846.8	0.00	0.00	0.00
14,600.0	87.74	88.72	7,891.2	819.8	6,901.5	6,946.5	0.00	0.00	0.00
14,700.0	87.74	88.72	7,895.2	822.0	7,001.4	7,046.2	0.00	0.00	0.00
14,800.0	87.74	88.72	7,899.1	824.2	7,101.3	7,145.9	0.00	0.00	0.00
14,900.0	87.74	88.72	7,903.1	826.5	7,201.2	7,245.6	0.00	0.00	0.00
15,000.0	87.74	88.72	7,907.0	828.7	7,301.1	7,345.3	0.00	0.00	0.00
15,100.0	87.74	88.72	7,910.9	830.9	7,401.0	7,445.1	0.00	0.00	0.00
15,200.0	87.74	88.72	7,914.9	833.2	7,500.9	7,544.8	0.00	0.00	0.00
15,300.0	87.74	88.72	7,918.8	835.4	7,600.8	7,644.5	0.00	0.00	0.00
15,400.0	87.74	88.72	7,922.7	837.6	7,700.7	7,744.2	0.00	0.00	0.00
15,500.0	87.74	88.72	7,926.7	839.9	7,800.6	7,843.9	0.00	0.00	0.00
15,600.0	87.74	88.72	7,930.6	842.1	7,900.5	7,943.7	0.00	0.00	0.00
15,700.0	87.74	88.72	7,934.5	844.3	8,000.4	8,043.4	0.00	0.00	0.00
15,800.0	87.74	88.72	7,938.5	846.6	8,100.3	8,143.1	0.00	0.00	0.00
15,900.0	87.74	88.72	7,942.4	848.8	8,200.2	8,242.8	0.00	0.00	0.00
16,000.0	87.74	88.72	7,946.4	851.0	8,300.1	8,342.5	0.00	0.00	0.00
16,100.0	87.74	88.72	7,950.3	853.3	8,400.0	8,442.3	0.00	0.00	0.00
16,200.0	87.74	88.72	7,954.2	855.5	8,499.9	8,542.0	0.00	0.00	0.00
16,300.0	87.74	88.72	7,958.2	857.7	8,599.8	8,641.7	0.00	0.00	0.00
16,400.0	87.74	88.72	7,962.1	860.0	8,699.7	8,741.4	0.00	0.00	0.00
16,500.0	87.74	88.72	7,966.0	862.2	8,799.6	8,841.1	0.00	0.00	0.00
16,600.0	87.74	88.72	7,970.0	864.4	8,899.5	8,940.9	0.00	0.00	0.00
16,700.0	87.74	88.72	7,973.9	866.7	8,999.4	9,040.6	0.00	0.00	0.00
16,800.0	87.74	88.72	7,977.9	868.9	9,099.3	9,140.3	0.00	0.00	0.00
16,900.0	87.74	88.72	7,981.8	871.1	9,199.2	9,240.0	0.00	0.00	0.00
17,000.0	87.74	88.72	7,985.7	873.4	9,299.1	9,339.7	0.00	0.00	0.00
17,100.0	87.74	88.72	7,989.7	875.6	9,399.0	9,439.4	0.00	0.00	0.00
17,200.0	87.74	88.72	7,993.6	877.8	9,498.9	9,539.2	0.00	0.00	0.00
17,300.0	87.74	88.72	7,997.5	880.1	9,598.8	9,638.9	0.00	0.00	0.00
17,400.0	87.74	88.72	8,001.5	882.3	9,698.7	9,738.6	0.00	0.00	0.00
17,500.0	87.74	88.72	8,005.4	884.5	9,798.6	9,838.3	0.00	0.00	0.00
17,600.0	87.74	88.72	8,009.4	886.8	9,898.5	9,938.0	0.00	0.00	0.00
17,700.0	87.74	88.72	8,013.3	889.0	9,998.4	10,037.8	0.00	0.00	0.00
17,800.0	87.74	88.72	8,017.2	891.2	10,098.3	10,137.5	0.00	0.00	0.00
17,900.0	87.74	88.72	8,021.2	893.5	10,198.1	10,237.2	0.00	0.00	0.00
18,000.0	87.74	88.72	8,025.1	895.7	10,298.0	10,336.9	0.00	0.00	0.00
18,098.9	87.74	88.72	8,029.0	897.9	10,396.8	10,435.5	0.00	0.00	0.00
BHL: 1980' F	SL & 100' FEL (Sec 7)							

Database: Hobbs

Company: Mewbourne Oil Company

Project: Eddy County, New Mexico NAD 83

Site: Stage Fright 12/7 Fed Com #616H

 Well:
 Sec 11, T21S, R25E

 Wellbore:
 BHL: 1980' FSL & 100' FEL (Sec 7)

Design: Design #1

Local Co-ordinate Reference:

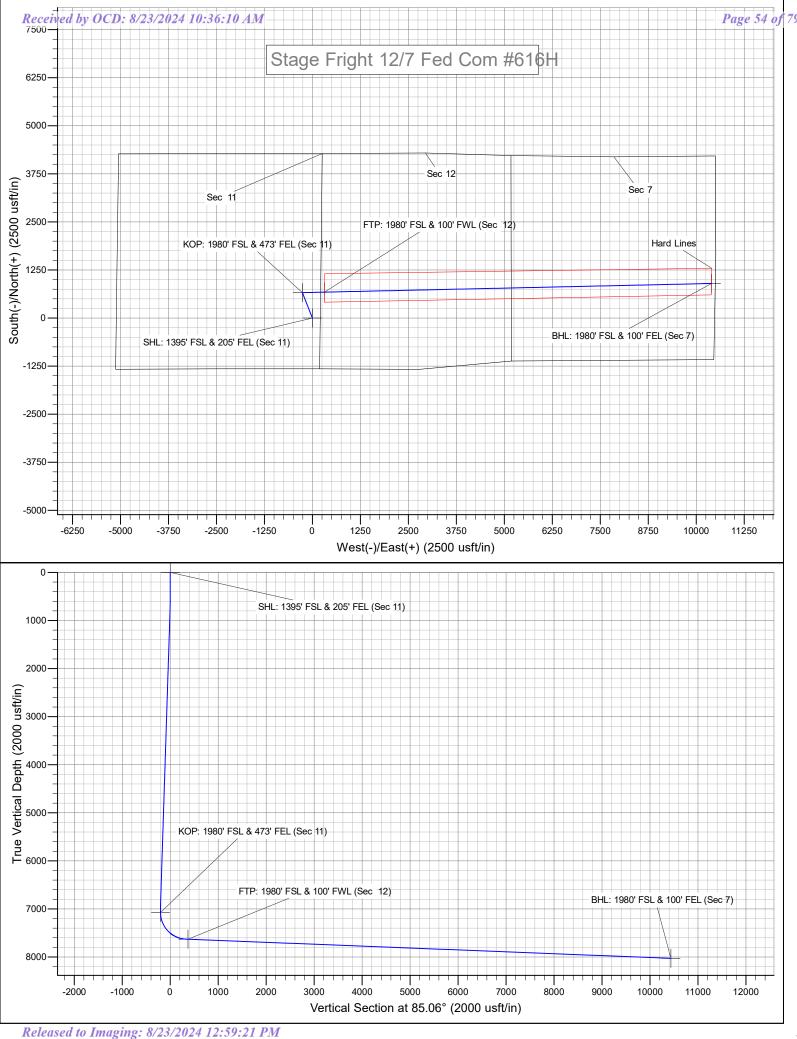
TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Stage Fright 12/7 Fed Com #616H WELL @ 3340.0usft (Original Well Elev) WELL @ 3340.0usft (Original Well Elev)

Grid

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: 1395' FSL & 205' F - plan hits target cer - Point		0.00	0.0	0.0	0.0	542,103.20	533,777.80	32.4903011	-104.3578518
KOP: 1980' FSL & 473' F - plan hits target cer - Point	0.00 ter	0.00	7,075.0	659.7	-260.1	542,762.90	533,517.70	32.4921143	-104.3586958
FTP: 1980' FSL & 100' F - plan hits target cer - Point		360.00	7,631.5	672.5	311.9	542,775.69	534,089.70	32.4921498	-104.3568406
BHL: 1980' FSL & 100' F - plan hits target cer - Point		0.00	8,029.0	897.9	10,396.8	543,001.10	544,174.60	32.4927713	-104.3241315



PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

Mewbourne Oil Co.

Lease Number NMNM0400512 Eddy County, N.M.

STAGE FRIGHT 12/7 FED COM 616H

Surface Hole Location: 1320' FSL & 205' FEL, Section 11, T. 21S., R. 25E. Bottom Hole Location: 1980' FSL & 100' FEL, Section 7, T. 21S, R 26E.

STAGE FRIGHT 12/8 FED COM 618H

Surface Hole Location: 1300' FSL & 205' FEL, Section 11, T. 21S., R. 25E. Bottom Hole Location: 660' FSL & 1220' FEL, Section 8, T. 21S, R 26E.

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The 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 the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

IV. NOXIOUS WEEDS

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, pads, associated 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.

V. SPECIAL REQUIREMENT(S)

<u> Watershed:</u>

The entire well pad(s) will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The topsoil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

TANK BATTERY:

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater.

Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

Cave/Karst:

Construction Mitigation

In order to mitigate the impacts from construction activities on cave and karst resources, the following Conditions of Approval will apply to this APD or project:

General Construction:

- No blasting
- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction, and no additional construction shall occur until clearance has been issued by the Authorized Officer.
- All linear surface disturbance activities will avoid sinkholes and other karst features to lessen the possibility of encountering near surface voids during construction, minimize changes to runoff, and prevent untimely leaks and spills from entering the karst drainage system.
- All spills or leaks will be reported to the BLM immediately for their immediate and proper treatment.

Pad Construction:

- The pad will be constructed and leveled by adding the necessary fill and caliche no blasting.
- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.
- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life
 of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised (i.e. an access road crossing the berm cannot be lower than the berm height).
- Following a rain event, all fluids will vacuumed off of the pad and hauled off-site and disposed at a proper disposal facility.

Road Construction:

- Turnout ditches and drainage leadoffs will not be constructed in such a manner as to alter the natural flow of water into or out of cave or karst features.
- Special restoration stipulations or realignment may be required if subsurface features are discovered during construction.

Buried Pipeline/Cable Construction:

Rerouting of the buried line(s) may be required if a subsurface void is encountered during
construction to minimize the potential subsidence/collapse of the feature(s) as well as the
possibility of leaks/spills entering the karst drainage system.

Powerline Construction:

- Smaller powerlines will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize changes to runoff or possible leaks and spills from entering karst systems.
- Larger powerlines will adjust their pole spacing to avoid cave and karst features.
- Special restoration stipulations or realignment may be required if subsurface voids are encountered.

Surface Flowlines Installation:

 Flowlines will be routed around sinkholes and other karst features to minimize the possibility of leaks/spills from entering the karst drainage system.

Drilling Mitigation

Federal regulations and standard Conditions of Approval applied to all APDs require that adequate measures are taken to prevent contamination to the environment. Due to the extreme sensitivity of the cave and karst resources in this project area, the following additional Conditions of Approval will be added to this APD.

To prevent cave and karst resource contamination the following will be required:

- Closed loop system using steel tanks all fluids and cuttings will be hauled off-site and disposed of properly at an authorized site
- Rotary drilling with fresh water where cave or karst features are expected to prevent contamination of freshwater aquifers.
- Directional drilling is only allowed at depths greater than 100 feet below the cave occurrence zone to prevent additional impacts resulting from directional drilling.
- Lost circulation zones will be logged and reported in the drilling report so BLM can assess the situation and work with the operator on corrective actions.
- Additional drilling, casing, and cementing procedures to protect cave zones and fresh water aquifers. See drilling COAs.

Production Mitigation

In order to mitigate the impacts from production activities and due to the nature of karst terrane, the following Conditions of Approval will apply to this APD:

- Tank battery locations and facilities will be bermed and lined with a 20 mil thick
 permanent liner that has a 4 oz. felt backing, or equivalent, to prevent tears or punctures.
 Tank battery berms must be large enough to contain 1 ½ times the content of the largest
 tank.
- Development and implementation of a leak detection system to provide an early alert to operators when a leak has occurred.
- Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Residual and Cumulative Mitigation

The operator will perform annual pressure monitoring on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be taken to correct the problem to the BLM's approval.

Plugging and Abandonment Mitigation

Upon well abandonment in high cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

Visual Resource Management:

Color Restrictions

Above-ground structures including meter housing that are not subject to safety requirements are painted a flat non-reflective paint color, Carlsbad Canyon from the BLM Standard Environmental Color Chart (CC-001: June 2008).

Height Restrictions

All permanent above ground facilities, including the well-drive control system, treatment, storage, power (except specifically approved electrical transmission lines and poles), or other structures and appurtenances will be low profile (less than 8 feet in height). Any exception to the low profile facilities must be approved in writing by the BLM Authorized Officer prior to implementation.

VI. CONSTRUCTION

Α. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

В. **TOPSOIL**

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. **CLOSED LOOP SYSTEM**

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. **WELL PAD SURFACING**

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. **EXCLOSURE FENCING (CELLARS & PITS)**

Page 5 of 11

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

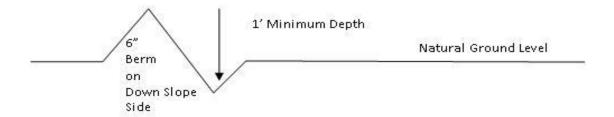
Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch

Approval Date: 08/22/2024



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%} + 100' = 200'$$
 lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil
- 2. Construct road
- 4. Revegetate slopes

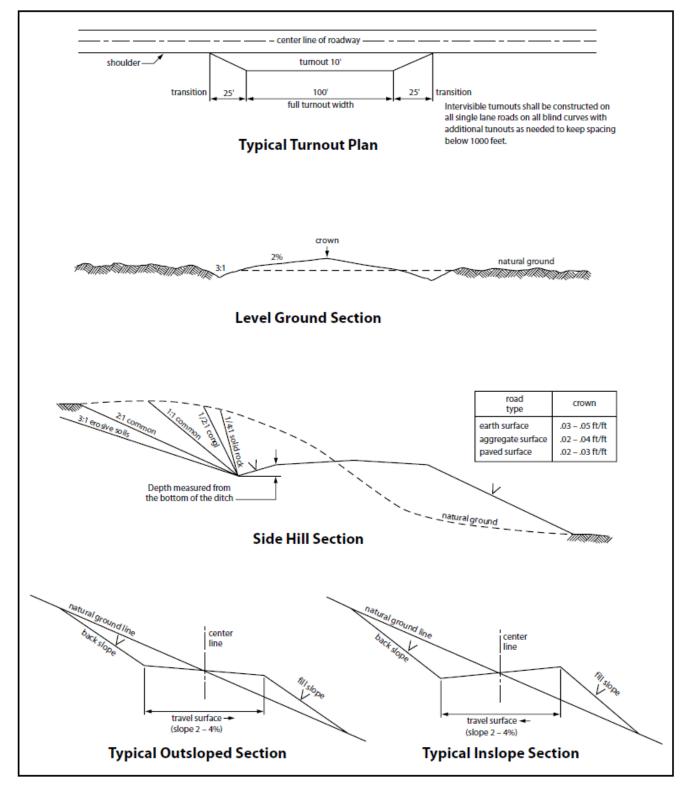


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Seed Mixture 1 for Loamy Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed shall be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed shall be planted using a drill equipped with a depth regulator to ensure proper depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture shall be evenly and uniformly planted over the disturbed area (small/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed shall be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre shall be doubled. The seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species

	<u>lb/acre</u>	
Plains lovegrass (Eragrostis intermedia)		0.5
Sand dropseed (Sporobolus cryptandrus)	1.0	
Sideoats grama (Bouteloua curtipendula)	5.0	
Plains bristlegrass (Setaria macrostachya)	2.0	

^{*}Pounds of pure live seed:

Pounds of seed **x** percent purity **x** percent germination = pounds pure live seed

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: MEWBOURNE OIL COMPANY

WELL NAME & NO.: STAGE FRIGHT 12/7 FED COM 616H

APD ID: 10400094560

LOCATION: Section 11, T21S, R25E. NMP

COUNTY: Eddy County, New Mexico

COA

H_2S	O No		• Yes	
Potash /	None	Secretary	O R-111-Q	☐ Open Annulus
WIPP				\square WIPP
Cave / Karst	O Low	O Medium	O High	Critical
Wellhead	Conventional	Multibowl	O Both	Diverter
Cementing	☐ Primary Squeeze	☐ Cont. Squeeze	☐ EchoMeter	DV Tool
Special Req	Capitan Reef	☐ Water Disposal	✓ COM	☐ Unit
Waste Prev.	O Self-Certification	O Waste Min. Plan	• APD Submitted I	prior to 06/10/2024
Additional	▼ Flex Hose	☐ Casing Clearance	☐ Pilot Hole	Break Testing
Language	\square Four-String	Offline Cementing	☐ Fluid-Filled	

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H₂S) Drilling Plan shall be activated at spud. As a result, the Hydrogen Sulfide area must meet all requirements from 43 CFR 3176, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 450 ft. in Seven Rivers formation 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 **8 hours** or **500 psi** 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.

Note: Intermediate casing set depth has been adjusted per BLM geologist's recommendation. "The operator proposes to set intermediate well casing to a depth of 1,992 feet. BLM accepts the base of Capitan Reef APD well casing set depth (1,800 ft.) and rock type."

2. The 9-5/8 inch intermediate casing shall be set in a competent bed at approximately 1,800 ft. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Option 1 (**Single Stage**): **Cement to surface.** If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, and Capitan Reef.

Option 2 (**Two-stage with DV tool:** The operator has proposed utilize a DV tool. The selected depth is below the Salado and is an acceptable set point. Operator may adjust depth of DV tool if it remains below the Salado and cement volumes are adjusted accordingly. The DV tool may be cancelled if cement circulates to surface on the first stage.

- **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.
- **b.** Second stage above DV tool: Cement to surface. If cement does not circulate, contact the appropriate BLM office. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, and Capitan Reef.

Note: Excess cement for the 2nd stage is below the BLM's recommendation of 25%. More cement might be needed.

- ❖ In <u>Critical Cave/Karst Areas</u> cement must come to surface on the first three casing strings.
- ❖ In <u>Capitan Reef Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- ❖ Special Capitan Reef requirements. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:

(Use this for 3 string wells in the Capitan Reef, if 4 string well ensure FW based mud used across the Capitan interval)

- Switch to freshwater mud to protect the Capitan Reef and use freshwater 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.** Operator has proposed to set **7 inch P-110** production casing at approximately **7,046 ft.** (7,007 ft. TVD). The minimum required fill of cement behind the **7** inch production casing is:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, and Capitan Reef.

Note: Excess cement is below the BLM's recommendation of 25%. More cement might be needed.

- **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.

Offline Cementing

Operator has been (**Approved**) to pump the proposed cement program offline in the **Surface and intermediate(s) intervals**. Offline cementing should commence within 24 hours of landing the casing for the interval. Notify the BLM 4hrs prior to the commencement of any offline cementing procedure at **Eddy County:** 575-361-2822.

C. 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. The BOP/BOPE and annular preventer shall be pressure-tested in accordance with title 43 CFR 3172.
 - 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 the **title 43 CFR 3172.6(b)(9)** must be followed.

BOPE Break Testing Variance

- BOPE Break Testing is ONLY permitted for intervals utilizing a 5M BOPE or less. (Annular preventer must be tested to a minimum of 70% of BOPE working pressure and shall be higher than the MASP.)
- BOPE Break Testing is NOT permitted to drilling the production hole section.
- Variance only pertains to the intermediate hole-sections and no deeper than the Bone Springs formation.
- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer (575-706-2779) prior to the commencement of any BOPE Break Testing operations.
- A full BOPE test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required. (200' TVD tolerance between intermediate shoes is allowable).
- The BLM is to be contacted (575-361-2822 Eddy County) 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at 21-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per 43 CFR 3172.
- If in the event break testing is not utilized, then a full BOPE test would be conducted.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, 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.
- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in 43 CFR 3171 and 3172.
- 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. When the Communitization Agreement number is known, it shall also be on the sign.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Contact Eddy County Petroleum Engineering Inspection Staff:

Email or call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220; BLM NM CFO DrillingNotifications@BLM.GOV; (575) 361-2822

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - i. Notify the BLM when moving in and removing the Spudder Rig.
 - ii. Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - iii. BOP/BOPE test to be conducted per **43 CFR 3172** as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the doghouse or stairway area.
- 3. For intervals in which cement to surface is required, cement to surface should be verified with a visual check and density or pH check to differentiate cement from spacer and drilling mud. The results should be documented in the driller's log and daily reports.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends of both lead and tail cement, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-Q potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in **43 CFR 3172**.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the

- hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - i. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - ii. 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.
 - iii. Manufacturer representative shall install the test plug for the initial BOP test.
 - iv. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
 - v. 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.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - i. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - ii. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve open. (Only applies to single stage cement jobs, prior to the cement setting up.)
 - iii. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to **43 CFR 3172** with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the

- WOC time for 8 hours or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- iv. The test shall be run on a 5000-psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one-hour chart. A circular chart shall have a maximum 2-hour clock. If a twelve hour or twenty-four-hour chart is used, tester shall make a notation that it is run with a two hour clock.
- v. The results of the test shall be reported to the appropriate BLM office.
- vi. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- vii. The BOP/BOPE test shall include a low-pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- viii. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per **43 CFR 3172**.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

SA 08/13/2024

<u>Hydrogen Sulfide Drilling Operations Plan</u> **Mewbourne Oil Company**

1. General Requirements

Rule 118 does not apply to this well because MOC has researched this area and no high concentrations of H2S were found. MOC will have on location and working all H2S safety equipment before the Delaware formation for purposes of safety and insurance requirements.

2. Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will have received training from a qualified instructor in the following areas prior to entering the drilling pad area of the well:

- 1. The hazards and characteristics of hydrogen sulfide gas.
- 2. The proper use of personal protective equipment and life support systems.
- 3. The proper use of hydrogen sulfide detectors, alarms, warning systems, briefing areas, evacuation procedures.
- 4. The proper techniques for first aid and rescue operations.

Additionally, supervisory personnel will be trained in the following areas:

- The effects of hydrogen sulfide on metal components. If high tensile tubular systems are utilized, supervisory personnel will be trained in their special maintenance requirements.
- 2 Corrective action and shut in procedures, blowout prevention, and well control procedures while drilling a well.
- The contents of the Hydrogen Sulfide Drilling Operations Plan.

There will be an initial training session prior to encountering a know hydrogen sulfide source. The initial training session shall include a review of the site specific Hydrogen Sulfide Drilling Operations Plan.

3. Hydrogen Sulfide Safety Equipment and Systems

All hydrogen sulfide safety equipment and systems will be installed, tested, and operational prior to drilling below the 9 5/8" intermediate casing.

1. Well Control Equipment

- A. Choke manifold with minimum of one adjustable choke/remote choke.
- B. Blowout preventers equipped with blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- C. Auxiliary equipment including annular type blowout preventer.
- 2. Protective Equipment for Essential Personnel

Thirty minute self contained work unit located in the dog house and at briefing areas.

Additionally: If H2S is encountered in concentrations less than 10 ppm, fans will be placed in work areas to prevent the accumulation of hazardous amounts of poisonous gas. If higher concentrations of H2S are detected the well will be shut in and a rotating head, mud/gas separator, remote choke and flare line with igniter will be installed.

3. <u>Hydrogen Sulfide Protection and Monitoring Equipment</u>

Two portable hydrogen sulfide monitors positioned on location for optimum coverage and detection. The units shall have audible sirens to notify personnel when hydrogen sulfide levels exceed 20 PPM.

4. Visual Warning Systems

- A. Wind direction indicators as indicated on the wellsite diagram.
- B. Caution signs shall be posted on roads providing access to location. Signs shall be painted a high visibility color with lettering of sufficient size to be readable at reasonable distances from potentially contaminated areas.

4. Mud Program

The mud program has been designed to minimize the amount of hydrogen sulfide entrained in the mud system. Proper mud weight, safe drilling practices, and the use of hydrogen sulfide scavengers will minimize hazards while drilling the well.

5. Metallurgy

All tubular systems, wellheads, blowout preventers, drilling spools, kill lines, choke manifolds, and valves shall be suitable for service in a hydrogen sulfide environment when chemically treated.

6. Communications

State & County Officials phone numbers are posted on rig floor and supervisors trailer. Communications in company vehicles and toolpushers are either two way radios or cellular phones.

7. Well Testing

Drill stem testing is not an anticipated requirement for evaluation of this well. If a drill stem test is required, it will be conducted with a minimum number of personnel in the immediate vicinity. The test will be conducted during daylight hours only.

8. Emergency Phone Numbers

Eddy County Sheriff's Office	911 or 575-887-7551
Ambulance Service	911 or 575-885-2111
Carlsbad Fire Dept	911 or 575-885-2111
Loco Hills Volunteer Fire Dept.	911 or 575-677-3266
Closest Medical Facility - Columbia Medical Cente	er of Carlsbad 575-492-5000

Mewbourne Oil Company	Hobbs District Office Fax 2 nd Fax	575-393-5905 575-397-6252 575-393-7259
District Manager	Robin Terrell	575-390-4816
Drilling Superintendent	Frosty Lathan	575-390-4103
	Bradley Bishop	575-390-6838
Drilling Foreman	Wesley Noseff	575-441-0729

Operator Name: MEWBOURNE OIL COMPANY

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: IRRIGATION

Water source use type: DUST CONTROL

SURFACE CASING

INTERMEDIATE/PRODUCTION

CASING STIMULATION

Source latitude: 32.536579 Source longitude: -104.19403

Source datum: NAD83

Water source permit type: WATER WELL

PRIVATE CONTRACT

Water source transport method: TRUCKING

Source land ownership: PRIVATE

Source transportation land ownership: FEDERAL

Water source volume (barrels): 1940 Source volume (acre-feet): 0.2500526

Source volume (gal): 81480

Water source and transportation

 $Stage_Fright_12_7_Fed_Com_616H_WaterSourceTransMap_20230915150705.pdf$

Water source comments:

New water well? N

New Water Well Info

Well latitude: Well Longitude: Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft): Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft): Well casing type:

Well casing outside diameter (in.): Well casing inside diameter (in.):

Operator Name: MEWBOURNE OIL COMPANY

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

New water well casing?

Used casing source:

Drilling method: Drill material:

Grout material: Grout depth:

Casing length (ft.): Casing top depth (ft.):

Well Production type: Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: Caliche

Construction Materials source location

Stage_Fright_12_7_Fed_Com_616H_CalicheSourceTransMap_20230915150748.pdf

Section 7 - Methods for Handling

Waste type: DRILLING

Waste content description: Drill cuttings

Amount of waste: 940 barrels

Waste disposal frequency: One Time Only

Safe containment description: Drill cuttings will be properly contained in steel tanks (20 yard roll off bins.)

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE

FACILITY

Disposal type description:

Disposal location description: NMOCD approved waste disposal locations are CRI or Lea Land, both facilities are located

on HWY 62/180, Sec. 27 T20S R32E.

Waste type: SEWAGE

Waste content description: Human waste & grey water

Amount of waste: 1500 gallons

Waste disposal frequency: Weekly

Safe containment description: 2,000 gallon plastic container

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE

FACILITY

Disposal type description:

Operator Name: MEWBOURNE OIL COMPANY

Well Name: STAGE FRIGHT 12/7 FED COM Well Number: 616H

Disposal location description: City of Carlsbad Water Treatment facility

Waste type: GARBAGE

Waste content description: Garbage & trash

Amount of waste: 1500 pounds

Waste disposal frequency: One Time Only

Safe containment description: Enclosed trash trailer

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE

FACILITY

Disposal type description:

Disposal location description: Waste Management facility in Carlsbad.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit? NO

Reserve pit length (ft.) Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? N

Description of cuttings location

Cuttings area length (ft.) Cuttings area width (ft.)

Cuttings area depth (ft.) Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

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

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**

CONDITIONS

Action 376872

CONDITIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	376872
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
ward.rikala	Notify OCD 24 hours prior to casing & cement	8/23/2024
ward.rikala	Will require a File As Drilled C-102 and a Directional Survey with the C-104	8/23/2024
ward.rikala	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	8/23/2024
ward.rikala	Cement is required to circulate on both surface and intermediate1 strings of casing	8/23/2024
ward.rikala	If cement does not circulate on any string, a CBL is required for that string of casing	8/23/2024
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	8/23/2024