

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources
NM OIL CONSERVATION
OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised July 18, 2013

MAR 14 2016
 RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-015-22638
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> SWD		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Mewbourne Oil Company		6. State Oil & Gas Lease No.
3. Address of Operator PO Box 5270, Hobbs, NM 88241		7. Lease Name or Unit Agreement Name Layla 27 SWD
4. Well Location Unit Letter <u>H</u> : 1980 feet from the <u>North</u> line and <u>990</u> feet from the <u>East</u> line Section <u>27</u> Township <u>23S</u> Range <u>28E</u> NMPM Eddy County		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3035 GL		9. OGRID Number 14744
		10. Pool name or Wildcat

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

12/19/15 Installed cellar & 9 5/8" Well head.
 12/2215 - 01/6/16 MIRU well service rig & begin drilling cmt plugs. Drilled cmt plugs from surface to CIBP set @ 5982'. Tested csg to 2000#, held OK.
 01/06/6 - 01/17/16 Drilled out CIBP @ 5982' & RIH and tagged CR @ 6240'. SWI & established injection rate of 4 BPM @ 1000#. RIH & set CR @ 5954'. Test backside to 1000#, OK. Squeeze Brushy Canyon Perfs 6058'-6255' w/380 sks Class C (yd 1.33 cf/sk mixed at 14.8 ppg). WOC 72 hrs. Drilled out CR @ 5954 and CR @ 6240'. Drilled to 7763' w/heavy metal in returns and penetration rate @ 0' /hr (junk in hole plan to kick off higher). POOH & LD drill pipe. ND BOP & NU cap flange. RDMO rig.
 01/27/16 - 02/23/16 Start MI Patterson rig 231. Set CIBP @ 6269' & whip stock @ 6260'. Drill window in 9 5/8" csg & drill 8 1/2" hole to 15000'. TD well 02/23/16 @ 15000'. RIH w/7 29# HCL80 LT&C csg & 7" 29# P110 LT&C csg to 13999'. Cmt 1st stage w/50 sks Class H w/additives. Mixed @ 15.6#/g w/1.19 yd. Displace w/521 bbls mud. Plug down @ 12:45 P.M. 02/25/16. Circ 18 sks of cmt off DV tool to the pits. Cmt 2nd stage w/400 sks Class H w/additives. Mixed @ 15.6#/g w/1.19 yd. Plug down @ 4:45 P.M. 02/25/16. Displace w/517 bbls mud. Circ 70 sks of cmt off of DV tool to pits. WOC. Cmt 3rd stage w/500 sks PVL w/additives. Mixed @ 15.6#/g w/1.19 yd. Plug down @ 4:30 A.M. 02/26/16. Displace w/410 bbls FW. Did not circ cmt. Slow lift pressure 1740 psi @ 3 BPM. ND BOPE. Set wellhead slips w/320k#. NU 11" 5k# x 7 1/16" 5k# tbg spool w/capping flange. Tested tbg spool pack-off to 3500#.

Spud Date: Rig Release Date: 02/27/2016

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Jackie Lathan TITLE Regulatory DATE 03/10/16
 Type or print name Jackie Lathan E-mail address: jlathan@mewbourne.com PHONE: 575-393-5905
 For State Use Only
 APPROVED BY: [Signature] "Geologist" TITLE DATE 4/20/16
 Conditions of Approval (if any):