<u>District I</u> 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

Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462 State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-101 August 1, 2011

Permit 135474

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

MEWBO	Operator Name and Address MEWBOURNE OIL CO		
	Box 5270 , NM 88241	3. API Number 30-015-39258	
4. Property Code	5. Property Name	6. Well No.	
38738	STATE B 33 DA	001H	

7. Surface Location

UL - Lo	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	33	198	25E	D	380	N	150	W	EDDY

8. Pool Information

N. SEVEN RIVERS: GLORIETA-YESO	97565

Additional Well Information

9. Work Type	10. Well Type	11. Cable/Rotary	12. Lesse Type	13. Ground Level Elevation
New Well	OIL		State	3499
14. Multiple	15. Proposed Depth	16. Formation	17. Contractor	18. Spud Date
N	7075	Yeso Formation		12/30/2011
Depth to Ground	water	Distance from nearest fresh water	well	Distance to nearest surface water

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	700	400	0
Prod	8.75	7	26	2855	400	0
Prod	6 125	4.5	11.6	7075	0	0

Casing/Cement Program: Additional Comments

MOC proposes to drill & test the Yeso. Will have on location & working all H2S safety equipment before San Andres formation. The 4 1/2" liner set @ 2655' to TD will utilize a packer port system (no cmt) in the lateral hole. 7" csg will be cemented & will provide lease line isolation.

Proposed Blowout Prevention Program

	Troposcu Biomou	t I i c i c i t i o g i d i i	y
Type	Working Pressure	Test Pressure	Manufacturer
Annular	2000	4000	Schaffer

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION Approved By: Randy Dade			
NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .				
Printed Name: Electronically filed by Monty Whetstone	Title: District Supervisor			
Title: Vice President Operations	Approved Date: 8/8/2011	Expiration Date: 8/8/2013		
Email Address: prodmgr@mewbourne.com	777	No. of the second		
Date: 8/3/2011 Phone: 903-561-2900	Conditions of Approval Attached			

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>

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

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 135474

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	N. SEVEN R	3. Pool Name
30-015-39258	97565		IVERS; GLORIETA-YESO
4. Property Code	5. Property Name		6. Well No.
38738	STATE B 33 DA		001H
7. OGRID No. 14744	8. Operator Name MEWBOURNE OIL CO		9. Elevation 3499

10. Surface Location

	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
5	D	33	198	25E		380	N	150	W	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Α	33	198	25E	Α	380	N	330	E	EDDY
	cated Acres	13. J	oint or Infill	14	. Consolidation	Code		15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

0		

OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Monty Whetstone Title: Vice President Operations

Date: 8/3/2011

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Jones Date of Survey: 8/2/2011 Certificate Number: 7977

Permit Comments

Operator: MEWBOURNE OIL CO , 14744 Well: STATE B 33 DA #001H

API: 30-015-39258

Created By	Comment	Comment Date
NMYOUNG	Mud Program: 0-700'(MD) FW w/sweeps, 700'-1955'(MD) FW, 1955'-7075'(MD) FW w/polymer.	8/3/2011
Artesia	LAND S/S	8/5/2011

Permit Conditions of Approval

Operator: MEWBOURNE OIL CO , 14744 Well: STATE B 33 DA #001H

API: 30-015-39258

OCD Reviewer	Condition
Artesia	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