<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

<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

<u>District IV</u> 1220 S. St Francis Dr., Santa Fe, NM 87505

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 135473

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

	Name and Address JURNE OIL CO	2. OGRID Number 14744		
Po Box 5270 Hobbs, NM 88241		3. API Number 30-015-39260		
4. Property Code	5. Property Name	6. Well No.		
38737	WEST DRAW 5 JB	001H		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
0	5	20S	25E	0	1070	S	1700	E	EDDY

8. Pool Information

- 1	N. SEVEN RIVERS: GLORIETA-YESO	97565

Additional Well Information

9. Work Type 10. Well Type New Well OIL		11. Cable Rotary	12. Lease Type Private	13. Ground Level Elevation 3500 18. Spud Date	
14. Multiple	Itiple 15. Proposed Depth 16. Formation		17. Contractor		
N	6080	Yeso Formation		12/14/2011	
Depth to Ground water		Distance from nearest fresh water	wett	Distance to nearest surface	

19. Proposed Casing and Cement Program

Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	690	400	0
Prod	8.75	7	26	2800	400	0
Prod	6.125	4.5	11.6	6080	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 @ 2600' 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

	Troposca Biowout Trevention Trogram							
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			
NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .	Approved By: Randy Dade			
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	Solver and the second second			
Date: 8/3/2011 Phone: 903-561-2900	Conditions of Approval Attached			

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Energy, Minerals and Natural Resources

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

Permit 135473

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	N. SEVEN R	3. Pool Name
30-015-39260	97565		IVERS; GLORIETA-YESO
4. Property Code	5. Property Name		6. Well No.
38737	WEST DRAW 5 JB		001H
7. OGRID No. 14744	8. Operator Name MEWBOURNE OIL CO		9. Elevation 3500

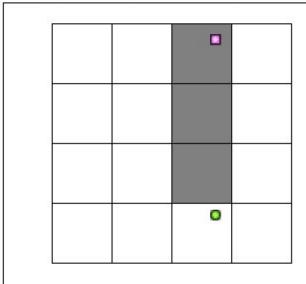
10. Surface Location

	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
5	0	5	20S	25E		1070	S	1700	E	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
В	5	20S	25E	2	330	N	1700	E	EDDY
12. Dedicated Acres 120.19		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



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: WEST DRAW 5 JB #001H

API: 30-015-39260

Created By	Comment	Comment Date
NMYOUNG	Mud Program: 0-690'(MD) FW w/sweeps, 690'-1900'(MD) FW, 1900'-6080'(MD) FW w/polymer.	8/3/2011
Artesia	LAND P/P	8/5/2011

Permit Conditions of Approval

Operator: MEWBOURNE OIL CO , 14744 Well: WEST DRAW 5 JB #001H

API: 30-015-39260

OCD Reviewer	Condition
Artesia	Will require administrative order for non-standard location
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