District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone;(575) 748-1283 Fax:(575) 748-9720 District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone;(505) 334-6178 Fax:(505) 334-6170 District IV 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 213825

| APPLICATION FOR PERMIT | TO DRILL, RE-EN | TER, DEEPEN, PLUG | BACK, OR ADD A ZONE |
|------------------------|-----------------|-------------------|---------------------|
| | | | |

| MEV | e and Address VBOURNE OIL CO |) | | | | - | | 2. OGRID Number 14744 | | |
|--------------------------------------|---------------------------------|---|--------------|--|------------------|---------------------------|---------------------|-----------------------------------|--------|-----|
| | Box 5270 bs, NM 88241 | | | | | | | 3. API Number 30-015-434 | 495 | |
| 4. Property Code 3157 | | Property Name Loving Townsite 21 W0PA Fee | | | | | 6. Well No. 002H | | | |
| | | | | 7. Sur | face Location | | | | | |
| UL - Lot A | Section 28 | Township 23S | Range 28E | Lot Idn A | Feet From 220 | N/S Line N | Feet From 60 | E/W Line E | County | ddy |
| | | | | 8. Proposed E | ottom Hole Loca | tion | | | | |
| UL - Lot A | Section 21 | Township 23S | Range 28E | Lot Idn | Feet From 330 | N/S Line N | Feet From 60 | E/W Line E | County | ddy |
| | | | | 9. Poo | I Information | | | | | |
| CULEBRA BLUFF; WOLFCAMP, SOUTH (GAS) | | | | | | | | | 75750 | |
| | | | | Additional | Well Information | ì | | | | |
| 11. Work Type New | Well | 12. Well Type GAS | | | 14. | 14. Lease Type Private | | round Level Elevation 3036 | | |
| 16. Multiple N | | 17. Proposed Depth 14555 | | | 19. | 19. Contractor | | 20. Spud Date 2/15/2016 | | |
| Depth to Ground water | | | Dist | The state of the s | | | Dista | Distance to nearest surface water | | |

■ We will be using a closed-loop system in lieu of lined pits

21 Proposed Casing and Cement Program

| 33555 | | | Ziii Toposcu cusing t | and comont rogium | VA 60 - 90 15057 30 50 | 14/10/02 10/00/07/00/0 |
|--------|-----------|-------------|-----------------------|-------------------|------------------------|------------------------|
| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
| Surf | 17.5 | 13.375 | 48 | 300 | 290 | 0 |
| Int1 | 12.25 | 9.625 | 36 | 2515 | 550 | 0 |
| Prod | 8.75 | 7 | 26 | 9995 | 850 | 2315 |
| Liner1 | 6.125 | 4.5 | 13.5 | 14555 | 225 | 9090 |

Casing/Cement Program: Additional Comments

MOC proposed to drill & test the Wolfcamp formation. H2S rule 118 does not apply because MOC has researched the area & no high concentrations were found. Will have on location & working all H2S safety equiptment before Yates formation for safety & insurance purposes. Will stimulate as needed for production.

22. Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|------------|------------------|---------------|--------------|
| Annular | 5000 | 2500 | Schaffer |
| Double Ram | 5000 | 5000 | Schaffer |
| Annular | 5000 | 2500 | Schaffer |

| knowledge and bel | ave complied with 19.15.14.9 (A) I | | | OIL CONSERVATIO | N DIVISION |
|-------------------|-------------------------------------|---------------------|--------------------|---------------------|-----------------------------|
| Printed Name: | Electronically filed by Monty Whets | stone | Approved By: | Randy Dade | |
| Title: | Vice President Operations | | Title: | District Supervisor | |
| Email Address: | prodmgr@mewbourne.com | 22 | Approved Date: | 12/15/2015 | Expiration Date: 12/15/2017 |
| Date: | 12/7/2015 | Phone: 903-561-2900 | Conditions of Appr | oval Attached | |

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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

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

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

State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-102 August 1, 2011

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number 30-015-43495 | 2. Pool Code 75750 | 3. Pool Name CULEBRA BLUFF; WOLFCAMP, SOUTH (GAS) |
|-------------------------------|---|---|
| 4. Property Code 315708 | Property Name Loving Townsite 21 W0PA Fee | 6. Well No. 002H |
| 7. OGRID No. 14744 | 8. Operator Name MEWBOURNE OIL CO | 9. Elevation 3036 |

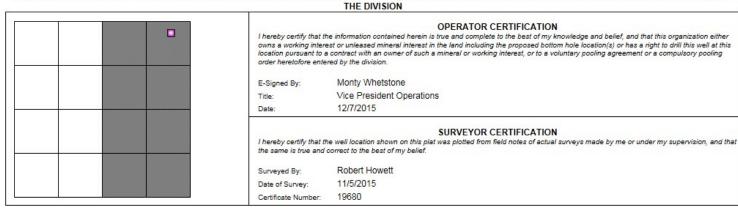
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County | 1 |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|---|
| A | 28 | 23S | 28E | A | 220 | N | 600 | E | Eddy | ı |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section 21 | Township 23S | Range 28E | Lot Idn A | Feet From 330 | N/S Line N | Feet From 600 | E/W Line | County Eddy |
|------------------------------|------------|--------------|---------------------|--------------|------------------------|---------------|------------------|---------------|----------------|
| 12. Dedicated Acre 320.00 | | | 13. Joint or Infill | | 14. Consolidation Code | e | | 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



Form APD Comments

Permit 213825

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
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

PERMIT COMMENTS

| MEWBOURNE OIL CO [14744] | API Number: 30-015-43495 |
|--------------------------------|---|
| PO Box 5270 Hobbs, NM 88241 | Well: Loving Townsite 21 W0PA Fee #002H |

Created By Comment Comment Date

Form APD Conditions

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

Permit 213825

PERMIT CONDITIONS OF APPROVAL

State of New Mexico

Energy, Minerals and Natural Resources

| . — | |
|----------------------------|-----------------------------------|
| Operator Name and Address: | API Number: |
| MEWBOURNE OIL CO [14744] | 30-015-43495 |
| PO Box 5270 | Well: |
| Hobbs, NM 88241 | Loving Townsite 21 W0PA Fee #002H |
| | |

OCD Reviewer Condition