1301 W. Grand Avenue, Artesia, NM 882

District III

1000 Rio Brazos Road, Aztec, NM 87410 District IV

CEMENT TO COVER ALL OIL, GAS AND WATER BEARING ZONES

sources

Form C-101 May 27, 2004

RECEIVE: Submit to appropriate District Office on

1220 DOULL DE TANCIS DI.

☐ AMENDED REPORT

obtained prior to pit construction.

1220 S. St. Fr							M 875		TED UZ //		
APPL	ICATI	ON FO			L, RE-F	ENTE	ER, DE	EPEN	, PLUGBA	CK, OR A	DD A ZONE
			Operator Name						Ξ	² OGRID Num 14744	
			Mewbourne O Po Box	5270		API Number				r	
Hobbs, NM 88240 Property Code Property							Name 30 - 015 - 3 4588 Well No.				
34104 Cass Dra											1
Proposed Pool 1 Dublin Ranch Morrow									¹⁰ Prop	osed Pool 2	
				7	Surface 1	Locat	ion				
UL or lot no. N	Section 30	Township 22S	Range 28E	Lot Idn	Feet from		North/So		Feet from the 1980'	East/West line W	County Eddy
			No ⁸ Prop	osed Bottom	Hole Loca	tion If	Differe	nt From	Surface	<u></u>	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from		North/So		Feet from the	East/West line	County
	L	<u> </u>	L	Additi	ional We	11 Info	ormatic	on		1	
	Type Code		12 Well Type Co		13 Cable	/Rotary			Lease Type Code	15 G	round Level Elevation
	N		G		18 F				P		3049'
	fultiple No		¹⁷ Proposed Dep 12550'	oth	18 Form More				¹⁹ Contractor TBA		²⁰ Spud Date ASAP
Depth to Grou 50 ' or more b		100 (10 p	ts)		nearest fresh wa from all other v	wtr source	es 00' or more -	0 pts)	l l	m nearest surface 100' or more0 p	
<u>Pit:</u> Liner	: Synthetic	X 12	mils thick Clay	Pit Volui	me: 24000	bbls			ng Method: Produ	ction	
	ed-Loop Sys		•			Fresh Water X Brine X Diesel/Oil-based Gas/Air					
0.000	<u>oa 200p 5 j.</u>		21	Proposed	Casing a	nd Ce				ou ou ouses	Cas, Till
Hole S	liza	Cas	ing Size	-			Setting De		Sacks of Ce	ment	Estimated TOC
17 ½		1	Casing Size C		sing weight/foot So		300'	pui	400	ament	Surface
12 ½			9 5/8"	40#			4500'		1400		Surface
8 3/4			5 ½"	17#			12550	1			8000'
22 D	escribe the	proposed pro	ogram. If this app	olication is to D	EEPEN or PI	LUG BA	CK, give	the data o	on the present prod	luctive zone and	proposed new
pr	oductive zo	ne. Describ	e the blowout pre	vention prograr	n, if any. Us	e additio	onal sheet	s if necess	sary.		
BOP Program	n: 2k Hydr	il (see Exhib	it #2) from surfac	e casing to inte	rmediate TD.	. Schaff	fer LWS o	r equivale	nt (Double-Ram F	Hydraulic) 1500	series with Hydril 900
Series (See E	xhibit #2A)) from intern	nediate casing to	total depth. Rot	tating head, P	VT, flo	w monito	rs and muc	d gas Separator fro	om the Wolfcam	p to TD.
Mud Program	n: 0' to 300	' Fres	h Water, spud m	ud, lime for PH	and LCM as	needed	for seepag	ge.			
	300' to 4		e Water, lime for					_			
	4500' to 11000' to		brine with Fresh brine. 9.3 #/g, C	,					d for seenage		
	11000 1	o i b	ornic. 3.3 m/g, C	austic for 111, S	Staren for W.	Control	and LCN	n as necue	d for seepage		
						1	1				
			n given above is			190	4	OII. C	ONSERVAT	LION DIVI	SION
			rther certify th			Annro	ved by:		1 /2	<u>La</u>	
(attached) al				general permit	, OI all	Appro			me our .		w .
		V	· 11. M	ln .			M	the	SIL	Signe	with the same of t
Printed name	: Kristi Gr	een 10	uti yu			Title:					FEB 0 3 2007
Title: Hobbs	Production	.,	V			Appro	val Date:	FEB (0 3 200A E	Expiration Date:	
E-mail Addre	ess: kgreen	@mewbourn	e.com			If earthen pits are used is					
Date: 01/31/	06		Phone: 505-	393-5905		Conditions of Approval Attached association with the drilling of the					
						************			—— well, a	ın OCD pi	t permit must be

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II 811 South First, Artesia, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999 instruction on back Submit to Appropriate District Office State Lease - 4 Copies

Pee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Code Pool Name			
	16140	Dublin Ranch	Morrow		
Property Code	Prop	Well Number			
	CASS DRAW	1			
OGRID No.	Opera	Elevation			
14744	MEWBOURNE C	DIL COMPANY	3049		

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	30	<i>22</i> S	28E		660	SOUTH	1980	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or	r Infill C	onsolidation (Code Or	der No.	L.,.		<u> </u>	L
320									

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

OK A NON-SIAN	JARD UNII HAS DE	EN APPROVED BY TH	E DIVISION
			OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Hull July
			Signature Kristi Green Printed Name Hobbs Regulatory Title 01/31/06 Date 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 supervison, and that the same is true and correct to the best of my belief. 1/24/2006
1980'	N.32°21'29.4" W.104°07'41.8" N.494094.9 E.604656.5 (NAD-63)		Signature & Sear of Profession SMESSON SEARCH STATE OF SEARCH SEARCH STATE OF STATE OF SEARCH
330' 660' 990' 1650' 1980' 2310'	2310' 1980'1650	990' 660' 330' 0	

MULTI-POINT SURFACE USE AND OPERATIONS PLAN MEWBOURNE OIL COMPANY

Cass Draw 30 #1 660' FSL & 1980' FWL Sec 30-T22S-R28E Eddy County, New Mexico

This plan is submitted with Form C101, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of the surface disturbance involved, and the procedures to be followed in restoring the surface so that a complete appraisal can be made of the environmental impact associated with the proposed operations.

1. Existing Roads:

- A. Exhibit #3 is a topographic map showing the location of the proposed well and access road. Existing roads are highlighted in black and proposed roads are highlighted in blue.
- B. From Carlsbad, go South on Hwy 62/180 to Hwy 285. Turn SE on Hwy 285 and go 2 miles to Ferguson Road. Turn east on Ferguson Rd and go 3.1 miles. Turn SE on CR710 and go 1.1 miles. Turn east and go 3/10 mile. Turn north into location.

2. Proposed Access Road:

A 300' of new road will be needed.

3. Location of Existing and/or Proposed Facilities:

- A. There are no production facilities on this lease at the present time.
- B. In the event that the well is productive, production facilities will be located on the well pad.

4. Location and Type of Water Supply

The well will be drilled with a combination of fresh water and brine water based mud systems. The water will be obtained from commercial suppliers in the area and/or hauled to the location by transport trucks over existing and proposed roads as indicated in Exhibit #3.

5. Source of Construction Materials

All material required for construction of the drill pad and access roads will be obtained from private, state, or federal pits. The construction contractor will be solely responsible for securing construction materials required for this operation and paying any royalties that may be required on those materials.

MULTI-POINT SURFACE USE AND OPERATIONS PLAN MEWBOURNE OIL COMPANY

Cass Draw 30 #1 Page 2

6. Methods of Handling Waste Disposal:

- A. Drill cuttings not retained for evaluation purposed will be disposed of in the reserve pit.
- B. Drilling fluids will be allowed to evaporate in the reserve pit prior to closure. Water produced during operations will be disposed of in the reserve pit.
- C. If any liquid hydrocarbons are produced during operations, those liquids will be stored in suitable tanks until sold.
- E. Current regulations regarding the proper disposal of human waste will be followed.
- F. All trash, junk, and other waste materials will be stored in proper containers to prevent dispersal and will be removed to an appropriate facility within one week of cessation of drilling and completion activities.

7. Ancillary Facilities

There are no ancillary facilities within the immediate vicinity of the proposed well site.

8. Well Site Layout

- A diagram of the drill pad is shown in Exhibit #4. Dimensions of the pad, pits, and location of major rig components are shown.
- B. The reserve pit will be lined with a high quality plastic sheeting to prevent migration of fluids as per OCD regulations.
- C. The pad dimension of 400' X 250' have been staked and flagged.

9. Plans for Restoration of Surface

- A. Upon cessation of the proposed operations, if the well is abandoned, the location and road will be ripped and re-seeded. The reserve pit area, after allowing to dry will be leveled. The entire location will be restored to the original contour as much as reasonable possible. All trash, garbage, and pit lining will be hauled to appropriate disposal to assure the location is aesthetically pleasing as reasonable possible. All restoration work will be completed within 180 days of cessation of activities.
- B. The disturbed area will be restored by re-seeding during the proper growing season.
- C. Three sides of the reserve pit will be fenced prior to and during drilling operations. The reserve pit will be fenced on the fourth side after the drilling rig is removed to prevent the endangerment of livestock. The fence will remain in place until the pit area has been leveled and restored.
- D. Upon cessation of the proposed operations, if the well is not abandoned, the reserve pit area will be restored as per OCD guidelines. Any additional caliche required for production facilities will be obtained from a source as described in Section 6.

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

MEWBOURNE OIL COMPANY

Cass Draw 30 #1 Page 3

10. Surface Ownership:

The surface is owned by:

George Brantley

1304 W Riverside Dr Carlsbad, NM 88220 (505) 885-9240

11. Other Information

A. The primary use of the surface at the location is for agriculture (alfalfa field).

12. Operator's Representative:

A. Through APD approval, drilling operations, completion and production operations:

NM Young, District Manager Mewbourne Oil Company PO Box 5270 Hobbs, NM 88241 505-393-5905

13. Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by Mewbourne Oil Company, its contractors and subcontractors, in accordance with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Date:	_02/01/06	Signature:	y.M.		
			7	' '	

NM Young, District Manager Mewbourne Oil Company PO Box 5270

Hobbs, NM 88241 (505) 393-5905

Hydrogen Sulfide Drilling Operations Plan

Mewbourne Oil Company
Cass Draw 30 #1
660' FSL & 1980' FWL
Section 30-T22S-R28E
Eddy County, New Mexico

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 Cherry Canyon formation @ 3200' 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 intermediate casing.

1. Well Control Equipment

- A. Flare line with automatic igniter or continuous ignition source.
- B. Choke manifold with minimum of one adjustable choke.
- C. Blowout preventers equipped with blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- D. Auxiliary equipment including rotating head and annular type blowout preventer.

2. <u>Protective Equipment for Essential Personnel</u>

Thirty minute self contained work unit located at briefing area as indicated on wellsite diagram.

Hydrogen Sulfide Drilling Operations Plan Mewbourne Oil Company Cass Draw 30 #1 Page 2

3. Hydrogen Sulfide Protection and Monitoring Equipment

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. <u>Visual Warning Systems</u>

- 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.

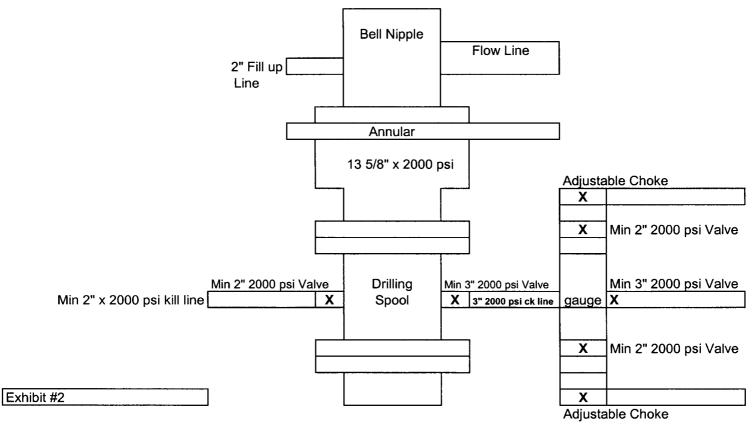
6. Communications

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

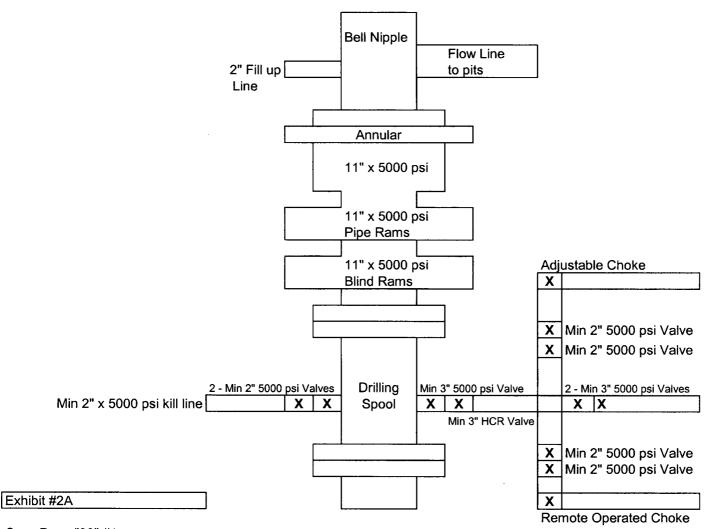
Drill stem testing is not an anticipated requirement for evaluation of this well. A drill stem test is required, it will be conducted with a minimum number of personnel in the immediate vicinity. The test will be conducted during daylight hours only.

Mewbourne Oil Company BOP Scematic for 12 1/4" Hole



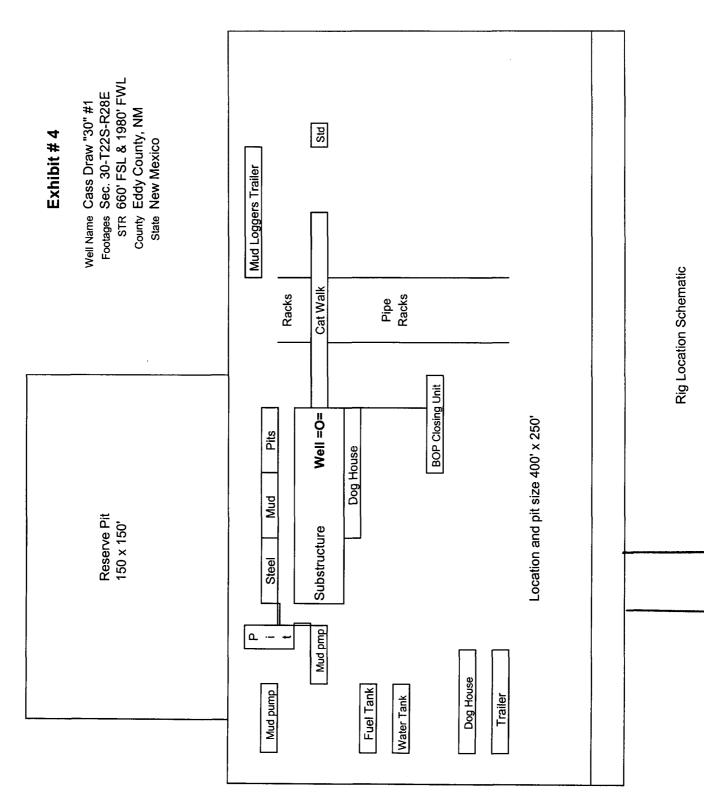
Cass Draw "30" #1 Sec. 30-T22S-R28E 660' FSL & 1980' FWL Eddy County, NM

Mewbourne Oil Company BOP Scematic for 8 3/4" or 7 7/8" Hole



Cass Draw "30" #1 Sec. 30-T22S-R28E 660' FSL & 1980' FWL Eddy County, NM SECTION 30, TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM, EDDY COUNTY, NEW MEXICO. ×30/48 3081 T× 308UT CASS PRAW "30" #1 3042T ALFAFA FIELD 3058 **Exhibit 3**

THE PREPARATION OF THIS POST AND THE PERFORMANCE OF THE SURVEY UPON	1 <u>000'</u> 0 Scale	1" = 1000' 2000'
WHICH IT IS BASED WERE DONE UNDER MY DIRECTION AND THE PLAT ACCURATELY DEPORT THE RESULTS OF SAID SURVEY AND MEET THE REQUIREMENTS OF THE STANDARDS FOR LAND SURVEYS IN NEW MEXICO AS		OIL COMPANY
ADOPTED BY THE MEXICO STATE SOURD OF REGISTRATION FOR PROFESSIONAL ENGINEERS AND LAND SURVEYORS. 3640 5 HERSCHEL L. ONES R.L.S. No.3640	LEASE ROAD TO ACCESS THE #1 WELL, LOCATED IN SECTION RANGE 28 EAST, NMPM, EDDY	
700	Survey Date: 1/24/2006	Sheet 1 of 1 Sheets
GENERAL SURVEYING COMPANY P.O. BOX 1928	Drawn By: Ed Blevins	W.O. Number
LOVINGTON, NEW MEXICO 88260	Date: 1/24/06	Scale 1" = 1000' CASS DRAW



Proposed Production Facilities Schematic

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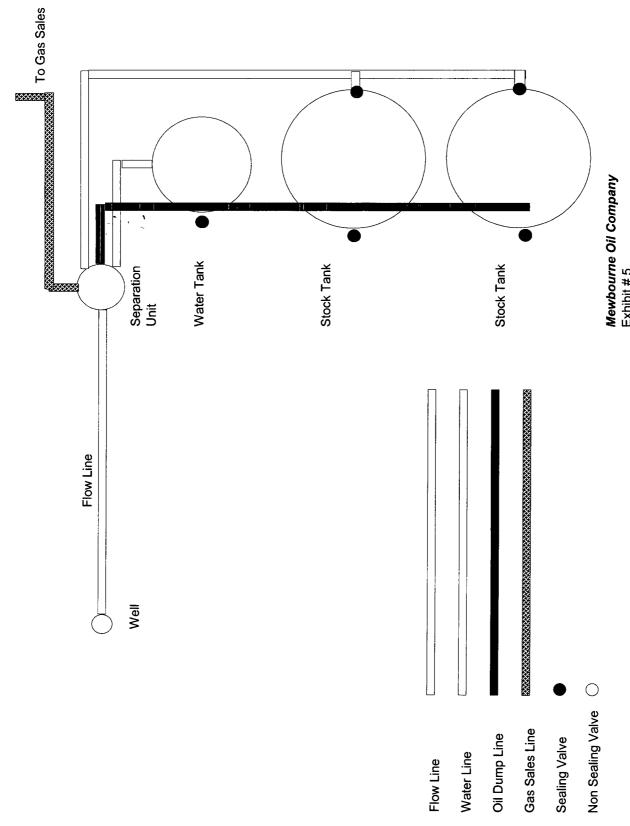


Exhibit # 5

Proposed Production Facilities Schematic Cass Draw "30" #1 Sec. 30-T22S-R28E 660' FSL & 1980' FWL Eddy County, NM