<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210	State of New Mexico Energy, Minerals and Natural Resources Department	Submit Original to Appropriate District Office		
District III 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505			
	GAS CAPTURE PLAN SEP	2 1 2018		
Date: 4-5-18	REC	EIVED		
🛛 Original	Operator & OGRID No.: Mewbourne Oil Company - 14744			

Amended - Reason for Amendment:

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

## Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Boston 7 W0L1 Fee #2H	30.015	L - 7- 24S - 28E	1890 FSL & 500 FW	L 0	NA	ONLINE AFTER FRAC

## **Gathering System and Pipeline Notification**

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in and will be connected to place. The gas produced from production facility is dedicated to \_\_western\_\_\_ County, New Mexico. It will require low/high pressure gathering system located in EDDY Western ' of pipeline to connect the facility to low/high pressure gathering system. Mewbourne Oil Company provides <u>3,</u>400 a drilling, completion and estimated first production date for wells that are scheduled to (periodically) to Western be drilled in the foreseeable future. In addition, Mewbourne Oil Company and Western have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Processing Plant located in Sec. 36 \_\_\_\_, Blk. 58 TIS \_\_\_, Culberson County, Texas. The actual flow Western of the gas will be based on compression operating parameters and gathering system pressures.

## **Flowback Strategy**

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>\_\_\_\_Westerp.\_\_\_</u> system at that time. Based on current information, it is <u>Operator's</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

## Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
  - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
  - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
  - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines