

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
**APPLICATION FOR PERMIT TO DRILL OR REENTER**

FORM APPROVED  
OMB No. 1004-0137  
Expires: January 31, 2018

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. 4MNM057261
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name
1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		7. If Unit or CA Agreement, Name and No.
2. Name of Operator MEWBOURNE OIL COMPANY		8. Lease Name and Well No. BUFFALO TRACE 1/36 W1PA FEDCOM 2H 322234
3a. Address PO Box 5270 Hobbs NM 88240	3b. Phone No. (include area code) 14744 (575)393-5905	9. API Well No. 30-015-45536
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface NENE / 450 FNL / 700 FEL / LAT 32.0631066 / LONG -103.9314932 At proposed prod. zone NENE / 330 FNL / 330 FEL / LAT 32.0926866 / LONG -103.9303545		10. Field and Pool, or Exploratory PURPLE-SAGE WOLFCAMP GAS / WOL
14. Distance in miles and direction from nearest town or post office* 25 miles		11. Sec., T. R. M. or Blk. and Survey or Area SEC 12 / T26S / R29E / NMP
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 330 feet	16. No of acres in lease 439.75	12. County or Parish EDDY
17. Spacing Unit dedicated to this well 480	13. State NM	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 50 feet	19. Proposed Depth 10656 feet / 21199 feet	20. BLM/BIA Bond No. in file FED: NM1693
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3038 feet	22. Approximate date work will start* 08/07/2018	23. Estimated duration 60 days
24. Attachments		

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- |  |   |
|--|---|
| 1. Well plat certified by a registered surveyor.   | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan.  | 5. Operator certification.  |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM.            |

25. Signature (Electronic Submission)	Name (Printed/Typed) Bradley Bishop / Ph: (575)393-5905	Date 05/04/2018
Title Regulatory		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Christopher Walls / Ph: (575)234-2234	Date 11/28/2018
Title Petroleum Engineer		

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NM OIL CONSERVATION  
ARTESIA DISTRICT

DEC 13 2018

RECEIVED

**APPROVED WITH CONDITIONS**  
Approval Date: 11/28/2018

(Continued on page 2)

\*(Instructions on page 2)

KUP 12-13-18

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 Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1221 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico **NM OIL CONSERVATION** Form C-102  
Energy, Minerals & Natural Resources Department **ARTESIA DISTRICT** Revised August 1, 2011  
**OIL CONSERVATION DIVISION** Submit one copy to appropriate District Office  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

DEC 13 2018  
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☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number <b>30-015-45536</b>		<sup>2</sup> Pool Code <b>98220</b>		<sup>3</sup> Pool Name <b>PURPLE SAGE - WOLFCAMP GAS</b>	
<sup>4</sup> Property Code <b>322234</b>		<sup>5</sup> Property Name <b>BUFFALO TRACE 1/36 WIPA FEDERAL COM</b>			<sup>6</sup> Well Number <b>2H</b>
<sup>7</sup> GRID NO. <b>14744</b>		<sup>8</sup> Operator Name <b>MEWBOURNE OIL COMPANY</b>			<sup>9</sup> Elevation <b>3038'</b>

<sup>10</sup> Surface Location

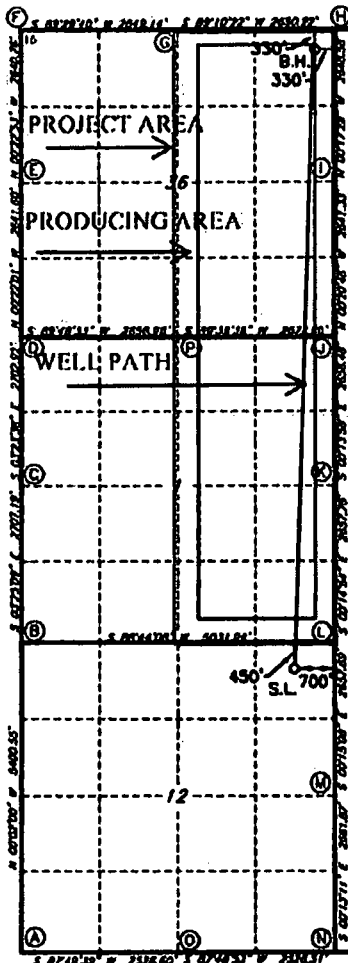
UL or lot no. <b>A</b>	Section <b>12</b>	Township <b>26S</b>	Range <b>29E</b>	Lot Idn	Feet from the <b>450</b>	North/South line <b>NORTH</b>	Feet from the <b>700</b>	East/West line <b>EAST</b>	County <b>EDDY</b>
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<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no. <b>A</b>	Section <b>36</b>	Township <b>25S</b>	Range <b>29E</b>	Lot Idn	Feet from the <b>330</b>	North/South line <b>NORTH</b>	Feet from the <b>330</b>	East/West line <b>EAST</b>	County <b>EDDY</b>
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<sup>12</sup> Dedicated Acres <b>640</b>	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



**GEODETIC DATA**  
NAD 83 GRID - NM EAST

**SURFACE LOCATION**  
N: 386927.6 - E: 665818.2  
LAT: 32.0631066° N  
LONG: 103.9314932° W

**BOTTOM HOLE**  
N: 397689.4 - E: 666130.8  
LAT: 32.0926886° N  
LONG: 103.9303545° W

**CORNER DATA**  
NAD 83 GRID - NM EAST

A: FOUND BRASS CAP "1940" N: 381882.4 - E: 661489.4	I: FOUND BRASS CAP "1940" N: 395384.5 - E: 666476.0
B: FOUND BRASS CAP "1940" N: 387281.8 - E: 661486.2	J: FOUND BRASS CAP "1940" N: 392705.9 - E: 666493.5
C: FOUND BRASS CAP "1940" N: 389983.6 - E: 661324.8	K: FOUND BRASS CAP "1940" N: 390050.0 - E: 666504.3
D: FOUND BRASS CAP "1940" N: 392681.2 - E: 661164.8	L: FOUND 1/2" REBAR N: 387392.8 - E: 666515.9
E: FOUND BRASS CAP "1940" N: 385334.5 - E: 661152.0	M: FOUND BRASS CAP "1940" N: 384735.7 - E: 666527.5
F: FOUND 5/8" REBAR N: 397988.6 - E: 661141.0	N: FOUND BRASS CAP "1940" N: 382074.4 - E: 666537.7
G: FOUND BRASS CAP "1940" N: 398004.2 - E: 663799.3	O: FOUND BRASS CAP "1940" N: 381978.1 - E: 664013.6
H: FOUND BRASS CAP "1940" N: 398021.4 - E: 666458.5	P: FOUND BRASS CAP "1940" N: 392690.0 - E: 663821.2

**17 OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete in 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 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.

*Bradley Bishop* 5-2-18  
Signature Date

**BRADLEY BISHOP**

Printed Name

**BBISHOP@MEWBOURNE.COM**

E-mail Address

**18 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.

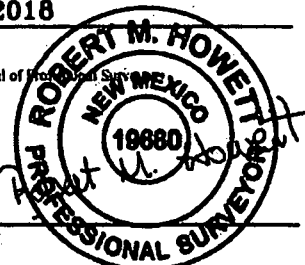
**4-20-2018**

Date of Survey

Signature and Seal of Professional Surveyor

**19680**

Certificate Number



RRC-Job No.: LS1804503

RW 12-13-18

## INSTRUCTIONS

**GENERAL:** This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

**ITEM 1:** If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

**ITEM 4:** Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

**ITEM 14:** Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

**ITEMS 15 AND 18:** If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

**ITEM 22:** Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

**ITEM 24:** If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

## NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48( d) provide that you be furnished the following information in connection with information required by this application.

**AUTHORITY:** 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

**PRINCIPAL PURPOSES:** The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

**ROUTINE USE:** Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

**EFFECT OF NOT PROVIDING INFORMATION:** Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to allow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

**BURDEN HOURS STATEMENT:** Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

## Additional Operator Remarks

### Location of Well

1. SHL: NENE / 450 FNL / 700 FEL / TWSP: 26S / RANGE: 29E / SECTION: 12 / LAT: 32.0631066 / LONG: -103.9314932 ( TVD: 0 feet, MD: 0 feet )  
PPP: SESE / 0 FSL / 330 FEL / TWSP: 25S / RANGE: 29E / SECTION: 36 / LAT: 32.0789821 / LONG: -103.9303285 ( TVD: 10668 feet, MD: 16214 feet )  
PPP: SESE / 330 FSL / 330 FEL / TWSP: 26S / RANGE: 29E / SECTION: 1 / LAT: 32.0652703 / LONG: -103.9303033 ( TVD: 10681 feet, MD: 11226 feet )  
PPP: SESE / 0 FSL / 330 FEL / TWSP: 26S / RANGE: 29E / SECTION: 1 / LAT: 32.0643411 / LONG: -103.9303016 ( TVD: 10666 feet, MD: 10887 feet )  
BHL: NENE / 330 FNL / 330 FEL / TWSP: 25S / RANGE: 29E / SECTION: 36 / LAT: 32.0926866 / LONG: -103.9303545 ( TVD: 10656 feet, MD: 21199 feet )

### BLM Point of Contact

Name: Tenille Ortiz

Title: Legal Instruments Examiner

Phone: 5752342224

Email: tortiz@blm.gov

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### **Review and Appeal Rights**

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

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# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	<b>MEWBOURNE OIL COMPANY</b>
<b>LEASE NO.:</b>	<b>NMNM057261</b>
<b>WELL NAME &amp; NO.:</b>	<b>BUFFALO TRACE 1/36 W1PA FEDERAL COM 2H</b>
<b>SURFACE HOLE FOOTAGE:</b>	<b>450'/N &amp; 700'/E</b>
<b>BOTTOM HOLE FOOTAGE:</b>	<b>330'/S &amp; 330'/E</b>
<b>LOCATION:</b>	<b>SECTION 12, T26S, R29E, NMPM</b>
<b>COUNTY:</b>	<b>EDDY, NEW MEXICO</b>

COA

H2S	<input type="radio"/> Yes	<input checked="" type="radio"/> No	
Potash	<input checked="" type="radio"/> None	<input type="radio"/> Secretary	<input type="radio"/> R-111-P
Cave/Karst Potential	<input type="radio"/> Low	<input checked="" type="radio"/> Medium	<input type="radio"/> High
Variance	<input type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input type="radio"/> Other
Wellhead	<input type="radio"/> Conventional	<input checked="" type="radio"/> Multibowl	<input type="radio"/> Both
Other	<input type="checkbox"/> 4 String Area	<input type="checkbox"/> Capitan Reef	<input type="checkbox"/> WIPP

## A. Hydrogen Sulfide

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

## B. CASING

1. The 13-3/8 inch surface casing shall be set at approximately 905 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of 8 hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours

after bringing cement to surface or 500 pounds compressive strength, whichever is greater.

- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
  2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
    - a. Cement to surface. If cement does not circulate see B.1.a, c-d above.  
**Additional cement maybe required. Excess calculates to 24%.**
- Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
3. The minimum required fill of cement behind the 7 inch production casing is:  
Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.
    - a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job. **Additional cement maybe required. Excess calculates to 24%.**

- b. Second stage above DV tool: Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.

4. The minimum required fill of cement behind the 4-1/2 inch production liner is:
  - Cement should tie-back 100' into the previous casing. Operator shall provide method of verification.

### **C. PRESSURE CONTROL**

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M) psi**.

## **GENERAL REQUIREMENTS**

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

☒ Chaves and Roosevelt Counties  
Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.  
During office hours call (575) 627-0272.  
After office hours call (575)

☒ Eddy County  
Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,  
(575) 361-2822

☒ Lea County  
Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)  
393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2<sup>nd</sup> Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. The record of the drilling rate along with the GR/N well log (one log per well pad is acceptable) run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days



from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

#### A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a

larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

## **B. PRESSURE CONTROL**

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.

- a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

### **C. DRILLING MUD**

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

### **D. WASTE MATERIAL AND FLUIDS**

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

### **Waste Minimization Plan (WMP)**

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

**ZS 110218**

# PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	MEWBOURNE OIL COMPANY
LEASE NO.:	NMNM057261
WELL NAME & NO.:	BUFFALO TRACE 1/36 W2PA FEDERAL COM 2H
SURFACE HOLE FOOTAGE:	450'/N & 700'/E
BOTTOM HOLE FOOTAGE:	0'/S & 330'/E
LOCATION:	SECTION 12, T26S, R29E, NMPM
COUNTY:	EDDY

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Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

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## **I. GENERAL PROVISIONS**

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

## **II. PERMIT EXPIRATION**

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

## **III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES**

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

## **IV. NOXIOUS WEEDS**

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for

acceptable weed control methods, which include following EPA and BLM requirements and policies.

## **V. SPECIAL REQUIREMENT(S)**

### **Phantom Bank Heronries**

Surface disturbance will not be allowed within up to 200 meters of active heronries or by delaying activity for up to 120 days, or a combination of both.

Exhaust noise from engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 ft. from the source of the noise.

## **Cave and Karst Conditions of Approval for APDs**

**\*\*** Depending on location, additional Drilling, Casing, and Cementing procedures may be required by engineering to protect critical karst groundwater recharge areas.

### **Cave/Karst Surface Mitigation**

The following stipulations will be applied to minimize impacts during construction, drilling and production:

#### **Construction:**

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

#### **No Blasting:**

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

#### **Pad Berming:**

- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.
- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.



- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)
- Following a rain event, all fluids will be vacuumed off of the pad and hauled off-site and disposed at a proper disposal facility.

#### **Tank Battery Liners and Berms:**

Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank.

#### **Leak Detection System:**

A method of detecting leaks is required. The method could incorporate gauges to measure loss, siting valves and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

#### **Automatic Shut-off Systems:**

Automatic shut off, check valves, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

#### **Cave/Karst Subsurface Mitigation**

The following stipulations will be applied to protect cave/karst and ground water concerns:

##### **Rotary Drilling with Fresh Water:**

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

##### **Directional Drilling:**

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

##### **Lost Circulation:**

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cave-bearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

#### **Abandonment Cementing:**

Upon well abandonment in cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

#### **Pressure Testing:**

Annual pressure monitoring will be performed by the operator on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

#### **Watershed**

1. The proposed routes for both the powerline and surface flowlines will not be bladed.
2. Containment berms will be constructed around both tank battery production facilities designed to hold fluids. The containment berms will be constructed with compacted material capable of holding 1½ time the capacity of the largest tank.
3. Topsoil will be stockpiled on the pads to enhance future reclamation.
4. A closed loop drilling system will be used.
5. To prevent any spills from leaving the pads, a two foot berm shall be built inside the fence on each pad.
6. Straw wattles shall be placed completely around the disturbed areas of all pads and along all fences to reduce erosion in this sensitive karst area.
7. Drainage turnouts shall have straw wattles installed.
8. Drainage turnouts along the access road shall not lead to sinkholes.

## **VI. CONSTRUCTION**

### **A. NOTIFICATION**

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

## **B. TOPSOIL**

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

Temporary storage of topsoil. Piled topsoil height must not exceed three feet in order to maintain the viability of topsoil biota crucial for rapid establishment of seeding at interim and final reclamation.

## **C. CLOSED LOOP SYSTEM**

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

## **D. FEDERAL MINERAL MATERIALS PIT**

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

## **E. WELL PAD SURFACING**

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

Sedimentation control structures shall be installed on the west side of the well pad. Such structures can include straw wattles, silt fencing, or an equivalent product that prevents off-site migration of caliche or disturbed soils.

Accumulated caliche or disturbed soils at the erosion control structures shall be removed and properly disposed of once unstabilized soils have reached a height of  $\frac{3}{4}$  of the structure height or at the time of the structure after interim reclamation seeding has been established. Where applicable, sedimentation control structures must be installed on the outside of the topsoil pile. When straw wattles are utilized near topsoil piles, only the 12-inch diameter size must be installed.

## **F. EXCLOSURE FENCING (CELLARS & PITS)**

### **Exclosure Fencing**

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

## **G. ON LEASE ACCESS ROADS**

### **Road Width**

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

### **Surfacing**

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

### **Crowning**

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

### **Ditching**

Ditching shall be required on both sides of the road.

### Turnouts

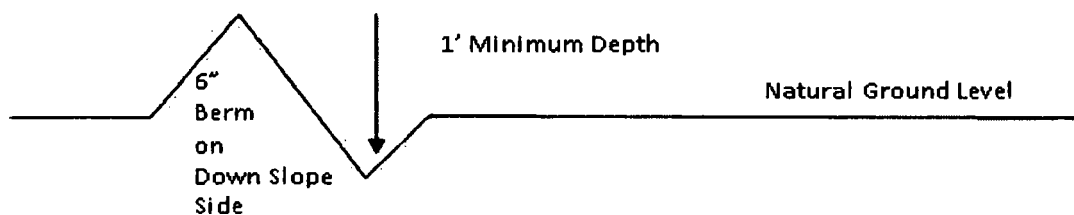
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

### Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outslowing and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

**Cross Section of a Typical Lead-off Ditch**



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

### Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

### Cattleguards

An appropriately sized cattleguard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattleguards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the

condition of the existing cattleguards that are in place and are utilized during lease operations.

**Fence Requirement**

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

**Livestock Watering Requirement**

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

**Public Access**

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

### Construction Steps

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

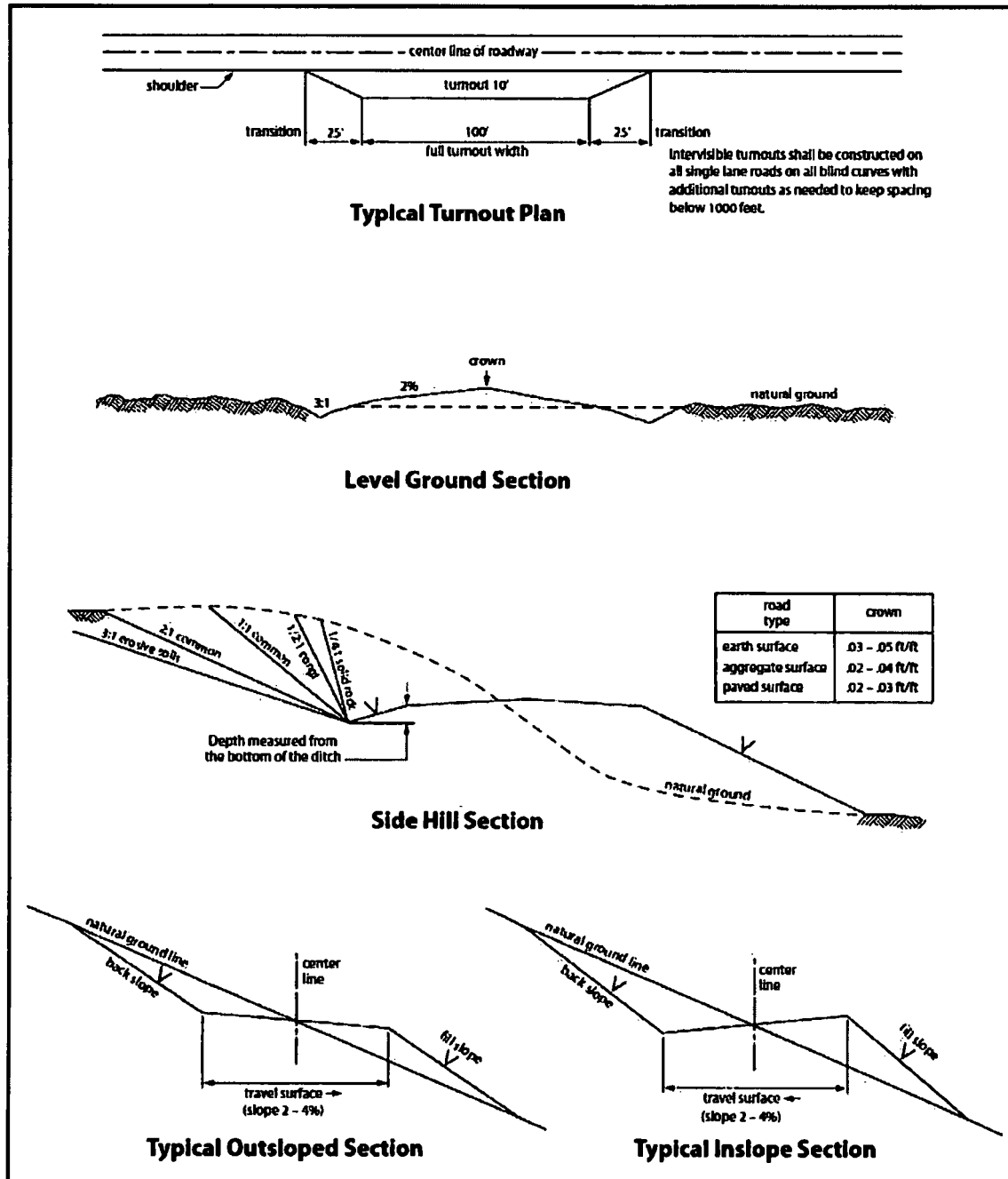


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

## **VII. PRODUCTION (POST DRILLING)**

### **A. WELL STRUCTURES & FACILITIES**

#### **Placement of Production Facilities**

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

#### **Exclosure Netting (Open-top Tanks)**

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

#### **Chemical and Fuel Secondary Containment and Exclosure Screening**

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

#### **Open-Vent Exhaust Stack Exclosures**

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.



**Containment Structures**

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

**Painting Requirement**

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

**B. PIPELINES****STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES**

**A copy of the Grant and attachments, including stipulations, survey plat(s) and/or map(s), shall be on location during construction. BLM personnel may request to review a copy of your permit during construction to ensure compliance with all stipulations.**

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, Holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC § 2601 *et seq.* (1982) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant (see 40 CFR, Part 702-799 and in particular, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193). Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. Holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. § 9601, *et seq.* or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, *et seq.*) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way Holder's

activity on the Right-of-Way), or resulting from the activity of the Right-of-Way Holder on the Right-of-Way. This provision applies without regard to whether a release is caused by Holder, its agent, or unrelated third parties.

4. Holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. Holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:

- a. Activities of Holder including, but not limited to: construction, operation, maintenance, and termination of the facility;
- b. Activities of other parties including, but not limited to:
  - (1) Land clearing
  - (2) Earth-disturbing and earth-moving work
  - (3) Blasting
  - (4) Vandalism and sabotage;
- c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of Holder, regardless of fault. Upon failure of Holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he/she deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of Holder. Such action by the Authorized Officer shall not relieve Holder of any responsibility as provided herein.

6. All construction and maintenance activity shall be confined to the authorized right-of-way width of 20 feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline shall be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline shall be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity shall be confined to existing roads or right-of-ways.

7. No blading or clearing of any vegetation shall be allowed unless approved

in writing by the Authorized Officer.

8. Holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky or dune areas, the pipeline shall be "snaked" around hummocks and dunes rather than suspended across these features.

9. The pipeline shall be buried with a minimum of 24 inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.

13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.

14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.

15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall

suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.

16. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, powerline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

17. Surface pipelines shall be less than or equal to 4 inches and a working pressure below 125 psi.

## **VIII. INTERIM RECLAMATION**

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Sedimentation control structures installed at the time of construction may be removed only when seeding has been successfully established on the west side of the well pad. (See Construction section for sedimentation control structure requirements)

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

## **X. FINAL ABANDONMENT & RECLAMATION**

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

### **Seed Mixture 3, for Shallow Sites**

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)\* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to

cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed\* per acre:

<u>Species</u>	<u>lb/acre</u>
Plains Bristlegrass ( <i>Setaria macrostachya</i> )	1.0
Green Sprangletop ( <i>Leptochloa dubia</i> )	2.0
Sideoats Grama ( <i>Bouteloua curtipendula</i> )	5.0

\*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed



U.S. Department of the Interior  
BUREAU OF LAND MANAGEMENT

## APD Print Report

11/30/2018

APD ID: 10400029951

Submission Date: 05/04/2018

Highlighted data  
reflects the most  
recent changes

Operator Name: MEWBOURNE OIL COMPANY

Federal/Indian APD: FED

Well Name: BUFFALO TRACE 1/36 W1PA FEDCOM

Well Number: 2H

[Show Final Text](#)

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

### Application

#### Section 1 - General

APD ID: 10400029951

Tie to previous NOS?

Submission Date: 05/04/2018

BLM Office: CARLSBAD

User: Bradley Bishop

Title: Regulatory

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM057261

Lease Acres: 439.75

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: MEWBOURNE OIL COMPANY

Operator letter of designation:

BuffaloTrace1\_36W1PAFedCom2H\_operatorletterofdesignation\_20180504091632.pdf

#### Operator Info

Operator Organization Name: MEWBOURNE OIL COMPANY

Operator Address: PO Box 5270

Zip: 88240

Operator PO Box:

Operator City: Hobbs

State: NM

Operator Phone: (575)393-5905

Operator Internet Address:

#### Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Well API Number:**

**Field/Pool or Exploratory?** Field and Pool

**Field Name:** PURPLE-SAGE  
WOLFCAMP GAS

**Pool Name:** WOLFCAMP

**Is the proposed well in an area containing other mineral resources?** USEABLE WATER,NATURAL GAS,OIL

**Describe other minerals:**

**Is the proposed well in a Helium production area?** N

**Use Existing Well Pad?** YES

**New surface disturbance?** Y

**Type of Well Pad:** SINGLE WELL

**Multiple Well Pad Name:**

**Number:**

**Well Class:** HORIZONTAL

**Number of Legs:**

**Well Work Type:** Drill

**Well Type:** CONVENTIONAL GAS WELL

**Describe Well Type:**

**Well sub-Type:** APPRAISAL

**Describe sub-type:**

**Distance to town:** 25 Miles

**Distance to nearest well:** 50 FT

**Distance to lease line:** 330 FT

**Reservoir well spacing assigned across Measurement:** 480 Acres

**Well plat:** BuffaloTrace1\_36W1PAFedCom2H\_wellplat\_20180504091743.pdf

**Well work start Date:** 08/07/2018

**Duration:** 60 DAYS

### Section 3 - Well Location Table

**Survey Type:** RECTANGULAR

**Describe Survey Type:**

**Datum:** NAD83

**Vertical Datum:** NAVD88

**Survey number:**

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	450	FNL	700	FEL	26S	29E	12	Aliquot NENE	32.06310 66	- 103.9314 932	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 057261	303 8	0	0
KOP Leg #1	450	FNL	330	FEL	26S	29E	12	Aliquot NENE	32.06312 61	- 103.9302 993	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 057261	- 707 1	101 19	101 09
PPP Leg #1	0	FSL	330	FEL	26S	29E	1	Aliquot SESE	32.06434 11	- 103.9303 016	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 023765	- 762 8	108 87	106 66



**Operator Name:** MEWBOURNE OIL COMPANY**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM**Well Number:** 2H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
PPP Leg #1	330	FSL	330	FEL	26S	29E	1	Aliquot SESE	32.06527 03	- 103.9303 033	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 023765	- 764 3	112 26	106 81
PPP Leg #1	0	FSL	330	FEL	25S	29E	36	Aliquot SESE	32.07898 21	- 103.9303 285	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 763 0	162 14	106 68
EXIT Leg #1	330	FNL	330	FEL	25S	29E	36	Aliquot NENE	32.09268 66	- 103.9303 545	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 761 8	211 99	106 56
BHL Leg #1	330	FNL	330	FEL	25S	29E	36	Aliquot NENE	32.09268 66	- 103.9303 545	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 761 8	211 99	106 56

**Drilling Plan****Section 1 - Geologic Formations**

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	UNKNOWN	3038	27	27		NONE	No
2	TOP SALT	1878	1160	1160	SALT	NONE	No
3	TANSILL	-162	3200	3200	DOLOMITE	NATURAL GAS,OIL	No
4	LAMAR	-352	3390	3390	LIMESTONE	NATURAL GAS,OIL	No
5	BELL CANYON	-402	3440	3440	SANDSTONE	NATURAL GAS,OIL	No
6	BONE SPRING	-4122	7160	7160	LIMESTONE,SHALE	NATURAL GAS,OIL	No
7	WOLFCAMP	-7337	10375	10375	LIMESTONE,SHALE,SANDSTONE	NATURAL GAS,OIL	Yes

**Section 2 - Blowout Prevention**

Operator Name: MEWBORNE OIL COMPANY

Well Name: BUFFALO TRACE 1/36 W1PA FEDCOM

Well Number: 2H

Pressure Rating (PSI): 5M

Rating Depth: 21199

Equipment: Annular, Pipe Ram, Blind Ram

Requesting Variance? YES

**Variance request:** A variance is requested for the use of a flexible choke line from the BOP to choke manifold. Anchors are not required by manufacturer. A multibowl wellhead is being used. See attached schematic.

**Testing Procedure:** BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The system may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

**Choke Diagram Attachment:**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_5M\_BOPE\_Choke\_Diagram\_20180502143454.pdf

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Flex\_Line\_Specs\_20180502143504.pdf

**BOP Diagram Attachment:**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_5M\_BOPE\_Schematic\_20180502143542.pdf

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_5M\_Multi\_Bowl\_WH\_20180502143553.pdf

### Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type
1	SURFACE	17.5	13.375	NEW	API	N	0	905	0	905	3065	2160	905	H-40	48	STC	1.86	4.18	DRY	7.41	DRY
2	INTERMEDIATE	12.25	9.625	NEW	API	N	0	3315	0	3315	3065	-250	3315	J-55	36	LTC	1.17	2.04	DRY	3.8	DRY
3	PRODUCTION	8.75	7.0	NEW	API	N	0	11020	0	10682	3065	-7617	11020	P-110	26	LTC	1.59	2.04	DRY	2.9	DRY
4	LINER	6.125	4.5	NEW	API	N	10119	21199	10109	10656	-7044	-7591	11080	P-110	13.5	LTC	1.6	1.86	DRY	2.26	DRY

Casing Attachments

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

---

**Casing Attachments**

---

**Casing ID:** 1      **String Type:** SURFACE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Csg\_Assumptions\_20180502144356.pdf

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**Casing ID:** 2      **String Type:** INTERMEDIATE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Csg\_Assumptions\_20180502144404.pdf

---

**Casing ID:** 3      **String Type:** PRODUCTION

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Csg\_Assumptions\_20180502144412.pdf

---

Operator Name: MEWBOURNE OIL COMPANY

Well Name: BUFFALO TRACE 1/36 W1PA FEDCOM

Well Number: 2H

#### Casing Attachments

Casing ID: 4 String Type: LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Csg\_Assumptions\_20180502144423.pdf

#### Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	713	470	2.12	12.5	996	100	Class C	Salt, Gel, Extender, LCM
SURFACE	Tail		713	905	200	1.34	14.8	268	100	Class C	Retarder
INTERMEDIATE	Lead		0	2664	525	2.12	12.5	1113	25	Class C	Salt, Gel, Extender, LCM
INTERMEDIATE	Tail		2664	3315	200	1.34	14.8	268	25	Class C	Retarder
PRODUCTION	Lead	3960	3115	3317	20	2.12	12.5	42	25	Class C	Gel, Retarder, Defoamer, Extender
PRODUCTION	Tail		3317	3960	100	1.34	14.8	134	25	Class C	Retarder
PRODUCTION	Lead	3960	3960	8516	405	2.12	12.5	859	25	Class C	Gel, Retarder, Defoamer, Extender
PRODUCTION	Tail		8516	11020	400	1.18	15.6	472	25	Class H	Retarder, Fluid Loss, Defoamer
LINER	Lead		10119	21199	450	2.97	11.2	1337	25	Class C	Salt, Gel, Fluid Loss, Retarder, Dispersant, Defoamer, Anti-Settling Agent

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

### Section 5 - Circulating Medium

**Mud System Type:** Closed

**Will an air or gas system be Used?** NO

**Description of the equipment for the circulating system in accordance with Onshore Order #2:**

**Diagram of the equipment for the circulating system in accordance with Onshore Order #2:**

**Describe what will be on location to control well or mitigate other conditions:** Lost circulation material Sweeps Mud scavengers in surface hole

**Describe the mud monitoring system utilized:** Pason, PVT, and Visual Monitoring

### Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	905	SPUD MUD	8.6	8.8							
905	3315	SALT SATURATED	10	10							
3315	10109	WATER-BASED MUD	8.6	9.7							
10109	10682	OIL-BASED MUD	10	12							

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

### Section 6 - Test, Logging, Coring

**List of production tests including testing procedures, equipment and safety measures:**

Will run GR/CNL from KOP (10119') to surface

**List of open and cased hole logs run in the well:**

CNL,DS,GR,MWD,MUDLOG

**Coring operation description for the well:**

None

### Section 7 - Pressure

**Anticipated Bottom Hole Pressure:** 6666

**Anticipated Surface Pressure:** 4193.42

**Anticipated Bottom Hole Temperature(F):** 165

**Anticipated abnormal pressures, temperatures, or potential geologic hazards?** NO

**Describe:**

**Contingency Plans geohazards description:**

**Contingency Plans geohazards attachment:**

**Hydrogen Sulfide drilling operations plan required?** YES

**Hydrogen sulfide drilling operations plan:**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_H2S\_Plan\_20180502145533.pdf

### Section 8 - Other Information

**Proposed horizontal/directional/multi-lateral plan submission:**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Dir\_Plan\_20180502145602.pdf

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Dir\_Plot\_20180502145610.pdf

**Other proposed operations facets description:**

**Other proposed operations facets attachment:**

Buffalo\_Trace\_1\_36\_W1PA\_Fed\_Com\_2H\_Drlg\_Program\_20180502145621.docx

**Other Variance attachment:**

SUPO

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

### Section 1 - Existing Roads

**Will existing roads be used?** YES

**Existing Road Map:**

BuffaloTrace1\_36W1PAFedCom2H\_existingroadmap\_20180504091828.pdf

**Existing Road Purpose:** ACCESS,FLUID TRANSPORT

**Row(s) Exist?** NO

**ROW ID(s)**

**ID:**

**Do the existing roads need to be improved?** NO

**Existing Road Improvement Description:**

**Existing Road Improvement Attachment:**

### Section 2 - New or Reconstructed Access Roads

**Will new roads be needed?** YES

**New Road Map:**

BuffaloTrace1\_36W1PAFedCom2H\_newroadmap\_20180504091928.pdf

**New road type:** RESOURCE

**Length:** 1408.19

**Feet**

**Width (ft.):** 20

**Max slope (%):** 3

**Max grade (%):** 3

**Army Corp of Engineers (ACOE) permit required?** NO

**ACOE Permit Number(s):**

**New road travel width:** 14

**New road access erosion control:** None

**New road access plan or profile prepared?** NO

**New road access plan attachment:**

**Access road engineering design?** NO

**Access road engineering design attachment:**

**Access surfacing type:** OTHER

**Access topsoil source:** OFFSITE

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Access surfacing type description:** Caliche

**Access onsite topsoil source depth:**

**Offsite topsoil source description:** Topsoil will be on edge of lease road.

**Onsite topsoil removal process:**

**Access other construction information:** None

**Access miscellaneous information:** None

**Number of access turnouts:** 3

**Access turnout map:**

### Drainage Control

**New road drainage crossing:** OTHER

**Drainage Control comments:** None

**Road Drainage Control Structures (DCS) description:** None

**Road Drainage Control Structures (DCS) attachment:**

### Access Additional Attachments

**Additional Attachment(s):**

### Section 3 - Location of Existing Wells

**Existing Wells Map?** YES

**Attach Well map:**

BuffaloTrace1\_36W1PAFedCom2H\_existingwellmap\_20180504091953.pdf

**Existing Wells description:**

### Section 4 - Location of Existing and/or Proposed Production Facilities

**Submit or defer a Proposed Production Facilities plan?** SUBMIT

**Production Facilities description:** 2-7/8" flowline from the wellhead to the battery.

**Production Facilities map:**

BuffaloTrace1\_36W1PAFedCom2H\_productionfacilitymap\_20180504092015.pdf

### Section 5 - Location and Types of Water Supply

#### Water Source Table



**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Water source use type:** DUST CONTROL,  
INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE  
CASING

**Water source type:** IRRIGATION

**Describe type:**

**Source longitude:** -104.05763

**Source latitude:** 32.04928

**Source datum:** NAD83

**Water source permit type:** WATER WELL

**Source land ownership:** FEDERAL

**Water source transport method:** TRUCKING

**Source transportation land ownership:** COMMERCIAL

**Water source volume (barrels):** 2014

**Source volume (acre-feet):** 0.2595907

**Source volume (gal):** 84588

**Water source use type:** DUST CONTROL,  
INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE  
CASING

**Water source type:** IRRIGATION

**Describe type:**

**Source longitude:** -103.94242

**Source latitude:** 31.998123

**Source datum:** NAD83

**Water source permit type:** WATER WELL

**Source land ownership:** PRIVATE

**Water source transport method:** TRUCKING

**Source transportation land ownership:** COMMERCIAL

**Water source volume (barrels):** 2014

**Source volume (acre-feet):** 0.2595907

**Source volume (gal):** 84588

**Water source and transportation map:**

BuffaloTrace1\_36W1PAFedCom2H\_watersourcetransandmap\_20180504092110.pdf

**Water source comments:** BOTH SOURCES SHOWN ON ONE MAP

**New water well?** NO

### New Water Well Info

**Well latitude:**

**Well Longitude:**

**Well datum:**

**Well target aquifer:**

**Est. depth to top of aquifer(ft):**

**Est thickness of aquifer:**

**Aquifer comments:**

**Aquifer documentation:**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Well depth (ft):**

**Well casing type:**

**Well casing outside diameter (in.):**

**Well casing inside diameter (in.):**

**New water well casing?**

**Used casing source:**

**Drilling method:**

**Drill material:**

**Grout material:**

**Grout depth:**

**Casing length (ft.):**

**Casing top depth (ft.):**

**Well Production type:**

**Completion Method:**

**Water well additional information:**

**State appropriation permit:**

**Additional information attachment:**

## Section 6 - Construction Materials

**Construction Materials description:** Caliche - both sources shown on one map.

**Construction Materials source location attachment:**

BuffaloTrace1\_36W1PAFedCom2H\_calichesourcetransandmap\_20180504092225.pdf

## Section 7 - Methods for Handling Waste

**Waste type:** SEWAGE

**Waste content description:** Human waste & grey water

**Amount of waste:** 1500 gallons

**Waste disposal frequency :** Weekly

**Safe containment description:** 2,000 gallon plastic container

**Safe containmant attachment:**

**Waste disposal type:** HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** PRIVATE

**Disposal type description:**

**Disposal location description:** City of Carlsbad Water Treatment facility

**Waste type:** GARBAGE

**Waste content description:** Garbage & trash

**Amount of waste:** 1500 pounds

**Waste disposal frequency :** One Time Only

**Safe containment description:** Enclosed trash traller

**Safe containmant attachment:**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Waste disposal type:** HAUL TO COMMERCIAL FACILITY      **Disposal location ownership:** PRIVATE

**Disposal type description:**

**Disposal location description:** Waste Management facility in Carlsbad.

**Waste type:** DRILLING

**Waste content description:** Drill cuttings

**Amount of waste:** 940                      barrels

**Waste disposal frequency :** One Time Only

**Safe containment description:** Drill cuttings will be properly contained in steel tanks (20 yard roll off bins.)

**Safe containmant attachment:**

**Waste disposal type:** HAUL TO COMMERCIAL FACILITY      **Disposal location ownership:** PRIVATE

**Disposal type description:**

**Disposal location description:** NMOCD approved waste disposal locations are CRI or Lea Land, both facilities are located on HWY 62/180, Sec. 27 T20S R32E.

### Reserve Pit

**Reserve Pit being used?** NO

**Temporary disposal of produced water into reserve pit?**

**Reserve pit length (ft.)**                      **Reserve pit width (ft.)**

**Reserve pit depth (ft.)**                      **Reserve pit volume (cu. yd.)**

**Is at least 50% of the reserve pit in cut?**

**Reserve pit liner**

**Reserve pit liner specifications and installation description**

### Cuttings Area

**Cuttings Area being used?** NO

**Are you storing cuttings on location?** NO

**Description of cuttings location**

**Cuttings area length (ft.)**                      **Cuttings area width (ft.)**

**Cuttings area depth (ft.)**                      **Cuttings area volume (cu. yd.)**

**Is at least 50% of the cuttings area in cut?**

**WCuttings area liner**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Cuttings area liner specifications and installation description**

## Section 8 - Ancillary Facilities

**Are you requesting any Ancillary Facilities?:** NO

**Ancillary Facilities attachment:**

**Comments:**

## Section 9 - Well Site Layout

**Well Site Layout Diagram:**

BuffaloTrace1\_36W1PAFedCom2H\_wellsitelayout\_20180504092248.pdf

**Comments:**

## Section 10 - Plans for Surface Reclamation

**Type of disturbance:** New Surface Disturbance

**Multiple Well Pad Name:**

**Multiple Well Pad Number:**

**Recontouring attachment:**

**Drainage/Erosion control construction:** None

**Drainage/Erosion control reclamation:** None

<b>Well pad proposed disturbance (acres):</b> 3.41	<b>Well pad interim reclamation (acres):</b> 0.91	<b>Well pad long term disturbance (acres):</b> 2.5
<b>Road proposed disturbance (acres):</b> 0.97	<b>Road interim reclamation (acres):</b> 0	<b>Road long term disturbance (acres):</b> 0
<b>Powerline proposed disturbance (acres):</b> 0	<b>Powerline interim reclamation (acres):</b> 0	<b>Powerline long term disturbance (acres):</b> 0
<b>Pipeline proposed disturbance (acres):</b> 0	<b>Pipeline interim reclamation (acres):</b> 0	<b>Pipeline long term disturbance (acres):</b> 0
<b>Other proposed disturbance (acres):</b> 0	<b>Other interim reclamation (acres):</b> 0	<b>Other long term disturbance (acres):</b> 0
<b>Total proposed disturbance:</b> 4.38	<b>Total interim reclamation:</b> 0.91	<b>Total long term disturbance:</b> 2.5

**Disturbance Comments:** In areas to be heavily disturbed, the top 6 inches of soil material, will be stripped and stockpiled on the perimeter of the well location to keep topsoil viable, and to make redistribution of topsoil more efficient during interim reclamation. Stockpiled topsoil should include vegetative material. Topsoil will be clearly segregated and stored separately from subsoils. Contaminated soil will not be stockpiled, but properly treated and handled prior to topsoil salvaging.

**Reconstruction method:** The areas planned for interim reclamation will then be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.

**Topsoil redistribution:** Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts & fills. To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used.

**Soil treatment:** NA

**Existing Vegetation at the well pad:** Various brush & grasses

**Existing Vegetation at the well pad attachment:**

**Existing Vegetation Community at the road:** Various brush & grasses

**Existing Vegetation Community at the road attachment:**

**Existing Vegetation Community at the pipeline:** NA

**Existing Vegetation Community at the pipeline attachment:**

**Existing Vegetation Community at other disturbances:** NA

**Existing Vegetation Community at other disturbances attachment:**

**Non native seed used?** NO

**Non native seed description:**

**Seedling transplant description:**

**Will seedlings be transplanted for this project?** NO

**Seedling transplant description attachment:**

**Will seed be harvested for use in site reclamation?** NO

**Seed harvest description:**

**Seed harvest description attachment:**

## Seed Management

### Seed Table

**Seed type:**

**Seed source:**

**Seed name:**

**Source name:**

**Source address:**

**Source phone:**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Seed cultivar:**

**Seed use location:**

**PLS pounds per acre:**

**Proposed seeding season:**

Seed Summary	
Seed Type	Pounds/Acre

**Total pounds/Acre:**

**Seed reclamation attachment:**

### Operator Contact/Responsible Official Contact Info

**First Name:** Bradley

**Last Name:** Bishop

**Phone:** (575)393-5905

**Email:** bbishop@mewbourne.com

**Seedbed prep:** Final seedbed preparation will consist of contour cultivating to a depth of 4 to 6 inches within 24 hours prior to seeding, dozer tracking, or other imprinting in order to break the soil crust and create seed germination micro-sites.

**Seed BMP:** To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used.

**Seed method:** drilling or broadcasting seed over entire reclaimed area.

**Existing invasive species?** NO

**Existing invasive species treatment description:**

**Existing invasive species treatment attachment:**

**Weed treatment plan description:** NA

**Weed treatment plan attachment:**

**Monitoring plan description:** vii. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, and that erosion and invasive/noxious weeds are controlled.

**Monitoring plan attachment:**

**Success standards:** regrowth within 1 full growing season of reclamation.

**Pit closure description:** NA

**Pit closure attachment:**

### Section 11 - Surface Ownership

**Disturbance type:** EXISTING ACCESS ROAD

**Describe:**

**Surface Owner:** BUREAU OF LAND MANAGEMENT

**Other surface owner description:**

**BIA Local Office:**

**Operator Name:** MEWBORNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**BOR Local Office:**

**COE Local Office:**

**DOD Local Office:**

**NPS Local Office:**

**State Local Office:**

**Military Local Office:**

**USFWS Local Office:**

**Other Local Office:**

**USFS Region:**

**USFS Forest/Grassland:**

**USFS Ranger District:**

**Fee Owner:** Pecos Valley Artesian Conservation District

**Phone:** (575)622-7000

**Fee Owner Address:** PO Box 1346 Roswell NM 88202

**Email:**

**Surface use plan certification:** NO

**Surface use plan certification document:**

**Surface access agreement or bond:** Agreement

**Surface Access Agreement Need description:** SUA in place

**Surface Access Bond BLM or Forest Service:**

**BLM Surface Access Bond number:**

**USFS Surface access bond number:**

**Disturbance type:** WELL PAD

**Describe:**

**Surface Owner:** BUREAU OF LAND MANAGEMENT

**Other surface owner description:**

**BIA Local Office:**

**BOR Local Office:**

**COE Local Office:**

**DOD Local Office:**

**NPS Local Office:**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**State Local Office:**

**Military Local Office:**

**USFWS Local Office:**

**Other Local Office:**

**USFS Region:**

**USFS Forest/Grassland:**

**USFS Ranger District:**

**Fee Owner:** Pecos Valley Artesian Conservation  
District

**Phone:** (575)622-7000

**Fee Owner Address:** PO Box 1346 Roswell NM 88202

**Email:**

**Surface use plan certification:** NO

**Surface use plan certification document:**

**Surface access agreement or bond:** Agreement

**Surface Access Agreement Need description:** SUA in place

**Surface Access Bond BLM or Forest Service:**

**BLM Surface Access Bond number:**

**USFS Surface access bond number:**

## Section 12 - Other Information

**Right of Way needed?** NO

**Use APD as ROW?**

**ROW Type(s):**

## ROW Applications

**SUPO Additional Information:** NONE

**Use a previously conducted onsite?** YES

**Previous Onsite information:** MAR 05 2018 Met w/RRC Surveying & staked location @ 450' FNL & 700' FEL, Sec 12, T26S, R29E, Eddy Co., NM. (Elevation @ 3038') This appears to be a drillable location with pit area to the N. Topsoil will be stockpiled 30' wide on W side. Reclaim 60' W & E. Pad is shorter to the N due to buried pipeline. This will be a 330' x 450' pad. A battery pad is staked to the S of the well pad. Road is off the NE corner heading E then N to Pipeline Rd. Will need cattle guard. Location is in the PA. Will require onsite w/BLM. (BPS)



**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Other SUPO Attachment**

BuffaloTrace1\_36W1PAFedCom2H\_interimreclamationdiagram\_20180504092401.pdf

BuffaloTrace1\_36W1PAFedCom2H\_gascaptureplan\_20180504092417.pdf

PWD

**Section 1 - General**

**Would you like to address long-term produced water disposal?** NO

**Section 2 - Lined Pits**

**Would you like to utilize Lined Pit PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Li pit PWD on or off channel:**

**Li pit PWD discharge volume (bbl/day):**

**Lined pit specifications:**

**Pit liner description:**

**Pit liner manufacturers information:**

**Precipitated solids disposal:**

**Describe precipitated solids disposal:**

**Precipitated solids disposal permit:**

**Lined pit precipitated solids disposal schedule:**

**Li pit precipitated solids disposal schedule attachment:**

**Li pit reclamation description:**

**Li pit reclamation attachment:**

**L detection system description:**

**L detection system attachment:**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Lined pit Monitor description:**

**Lined pit Monitor attachment:**

**Lined pit: do you have a reclamation bond for the pit?**

**Is the reclamation bond a rider under the BLM bond?**

**Lined pit bond number:**

**Lined pit bond amount:**

**Additional bond information attachment:**

### **Section 3 - Unlined Pits**

**Would you like to utilize Unlined Pit PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Unlined pit PWD on or off channel:**

**Unlined pit PWD discharge volume (bbl/day):**

**Unlined pit specifications:**

**Precipitated solids disposal:**

**Describe precipitated solids disposal:**

**Precipitated solids disposal permit:**

**Unlined pit precipitated solids disposal schedule:**

**Unlined pit precipitated solids disposal schedule attachment:**

**Unlined pit reclamation description:**

**Unlined pit reclamation attachment:**

**Unlined pit Monitor description:**

**Unlined pit Monitor attachment:**

**Do you propose to put the produced water to beneficial use?**

**Beneficial use user confirmation:**

**Estimated depth of the shallowest aquifer (feet):**

**Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?**

**TDS lab results:**

**Geologic and hydrologic evidence:**

**State authorization:**

**Unlined Produced Water Pit Estimated percolation:**

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Unlined pit: do you have a reclamation bond for the pit?**

**Is the reclamation bond a rider under the BLM bond?**

**Unlined pit bond number:**

**Unlined pit bond amount:**

**Additional bond information attachment:**

#### **Section 4 - Injection**

**Would you like to utilize Injection PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Injection PWD discharge volume (bbl/day):**

**Injection well mineral owner:**

**Injection well type:**

**Injection well number:**

**Injection well name:**

**Assigned Injection well API number?**

**Injection well API number:**

**Injection well new surface disturbance (acres):**

**Minerals protection information:**

**Mineral protection attachment:**

**Underground Injection Control (UIC) Permit?**

**UIC Permit attachment:**

#### **Section 5 - Surface Discharge**

**Would you like to utilize Surface Discharge PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Surface discharge PWD discharge volume (bbl/day):**

**Surface Discharge NPDES Permit?**

**Surface Discharge NPDES Permit attachment:**

**Surface Discharge site facilities information:**

**Surface discharge site facilities map:**

#### **Section 6 - Other**

**Would you like to utilize Other PWD options?** NO

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Other PWD discharge volume (bbl/day):**

**Other PWD type description:**

**Other PWD type attachment:**

**Have other regulatory requirements been met?**

**Other regulatory requirements attachment:**

## Bond Info

### Bond Information

**Federal/Indian APD:** FED

**BLM Bond number:** NM1693

**BIA Bond number:**

**Do you have a reclamation bond?** NO

**Is the reclamation bond a rider under the BLM bond?**

**Is the reclamation bond BLM or Forest Service?**

**BLM reclamation bond number:**

**Forest Service reclamation bond number:**

**Forest Service reclamation bond attachment:**

**Reclamation bond number:**

**Reclamation bond amount:**

**Reclamation bond rider amount:**

**Additional reclamation bond information attachment:**

## Operator Certification

### Operator Certification

*I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.*

**NAME:** Bradley Bishop

**Signed on:** 05/04/2018

**Title:** Regulatory

**Operator Name:** MEWBOURNE OIL COMPANY

**Well Name:** BUFFALO TRACE 1/36 W1PA FEDCOM

**Well Number:** 2H

**Street Address:** PO Box 5270

**City:** Hobbs

**State:** NM

**Zip:** 88240

**Phone:** (575)393-5905

**Email address:** bbishop@mewbourne.com

### Field Representative

**Representative Name:**

**Street Address:**

**City:**

**State:**

**Zip:**

**Phone:**

**Email address:**

### Payment Info

#### Payment

**APD Fee Payment Method:** PAY.GOV

**pay.gov Tracking ID:** 269FQBHT