NM OIL CONSERVATION

ARTESIA DISTRICT

1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department 2 2 2019

Submit Original to Appropriate District Office

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

RECEIVED

Date: 10-29-18	GAS CAPTURE PLAN
☑ Original	Operator & OGRID No.: Mewbourne Oil Company - 14744

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

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

Well(s)/Production Facility - Name of facility

☐ Amended - Reason for Amendment:

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

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
FULLER 13/12 W1HA FED COM #2H		I-13-26S-29E	2250' FSL & 360' FEL	0	NA	ONLINE AFTER FRAC

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in
place. The gas produced from production facility is dedicated to western and will be connected to
Western low/high pressure gathering system located in EDDY County, New Mexico. It will require
' of pipeline to connect the facility to low/high pressure gathering system. Mewbourne Oil Company provides
(periodically) to western a drilling, completion and estimated first production date for wells that are scheduled to
be drilled in the foreseeable future. In addition, Mewbourne Oil Company and Western have periodic
conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at
Western Processing Plant located in Sec. 36 , Blk. 58 T1S , Culberson County, Texas. The actual flow
of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

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

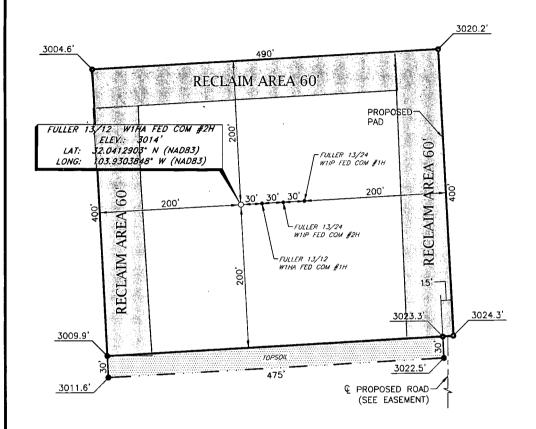
Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

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

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

MEWBOURNE OIL COMPANY FULLER 13/12 W1HA FED COM #2H (2250' FSL & 360' FEL) **SECTION 13, T26S, R29E** N. M. P. M., EDDY CO., NEW MEXICO



DIRECTIONS TO LOCATION

From the intersection of CR-725 (Longhorn Rd.) and CR-725A (Tarbrush Rd.); Go Southeast on CR-725 approx. 0.5 miles to a curve to the right; Turn right and go South approx. 0.2 miles to a curve to the left; Turn left and go Northeast approx. 0.4 miles to a "Y"; Turn left at "Y", and go Northeast approx. 0.4 miles to a "Y"; Turn right and go East approx. 0.6 miles to a proposed road on the left; Turn left and go North approx. 0.3 miles to locations on the left.

I, R. M. Howett, a N. M. Professional Surveyor, hereby certify that I prepared unclassified survey of a well location from an actual survey made on the grunder my direct supervision, said survey and plat meet the Min. Stds. for the Surveying in the State of N. M. and are true and correct to the best of the surveying in the State of N. M. and are true and correct to the best of the surveying in the State of N. M. and are true and correct to the best of the surveying in the State of N. M. and are true and correct to the best of the survey in the survey in the state of N. M. and are true and correct to the best of the survey in knowledge and belief.

BEARINGS ARE
NAD 83 GRID – NM EAST
DISTANCES ARE
GROUND. Robert M Howell NM PS 19680 Robert M. Howett

SCALE: 1" DATE: 10-11-18 SURVEYED BY: ML DRAWN BY: GA APPROVED BY: RMH SHEET: 1 OF 1

PSSIONAL

M. HOUR

NO. REVISION DATE JOB NO.: LS18101138 DWG. NO.: 18101138PA

SCALE: 1" = 100' 50

(575) 964-8200 308 W. BROADWAY ST., HOBBS, NM 88240