Form 3160-5
(June 2015)

Rec'd 7/20/2020 - NMOCD

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2

5. Lease Serial No.
NMNM13641

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.
IBEX 15/10 B3PA FED COM 1H

2. Name of Operator
MEWBOURNE OIL COMPANY
Contact: JACKIE LATHAN
E-Mail: jlathan@mewbourne.com

9. API Well No.
30-025-46948

3a. Address
PO BOX 5270
HOBBS, NM 88241

3b. Phone No. (include area code)
Ph: 575-393-5905

10. Field and Pool or Exploratory Area
ANTELOPE RIDGE WEST/BONE

4. Location of Well *(Footage, Sec., T., R., M., or Survey Description)*
Sec 15 T23S R34E Mer NMP SESE 140FSL 305FEL

11. County or Parish, State
LEA COUNTY, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☒ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Mewbourne Oil Company requests approval to make the following changes to the approved APD:

1) Replace 7" production csg with 7 5/8" 39# P110 FJ csg & adjust cement design as detailed in the attachment.

Please contact Levi Jackson with any questions.

Approved with Conditions.
See Attached COA.
All Previous COAs Still Apply.

Carlsbad Field Office
Operator Copy

Accepted 7/20/2020 - NMOCD

14. I hereby certify that the foregoing is true and correct.
Electronic Submission #521669 verified by the BLM Well Information System
For MEWBOURNE OIL COMPANY, sent to the Carlsbad

Name *(Printed/Typed)* ANDY TAYLOR — Title ENGINEER

Signature (Electronic Submission) — Date 07/13/2020

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By Olabode Thomas Ajibola — Title Petroleum Engineer — Date 7/15/20

Conditions of approval, if any, are attached. Approval of this notice 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.

Office

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.

(Instructions on page 2)

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

PECOS DISTRICT
DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	**Mewbourne Oil Company**
LEASE NO.:	**NMNM013641**
WELL NAME & NO.:	IBEX 15/10 B3PA FED COM 1H
SURFACE HOLE FOOTAGE:	140'/S & 305'/E
BOTTOM HOLE FOOTAGE	100'/N & 600'/E
LOCATION:	Section 15, T.23 S., R.34 E., NMPM
COUNTY:	Lea County, New Mexico

COA

H2S	(•) Yes	( ) No	
Potash	(•) None	( ) Secretary	( ) R-111-P
Cave/Karst Potential	(•) Low	( ) Medium	( ) High
Cave/Karst Potential	( ) Critical		
Variance	( ) None	(•) Flex Hose	( ) Other
Wellhead	( ) Conventional	(•) Multibowl	( ) Both
Other	[ ] 4 String Area	[ ] Capitan Reef	[ ] WIPP
Other	[ ] Fluid Filled	[ ] Cement Squeeze	[ ] Pilot Hole
Special Requirements	[ ] Water Disposal	[x] COM	[ ] Unit

All Previous COAs Still Apply.

A. CASING

Casing Design:

1. The **13-3/8** inch surface casing shall be set at approximately **1350** feet (a minimum of **25 feet (Lea County)** 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 **9-5/8** inch intermediate casing shall be set at approximately **4985** feet.The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:

- Cement to surface. If cement does not circulate see B.1.a, c-d above. **Excess cement calculates to 17%, additional cement might be required.**

3. The minimum required fill of cement behind the **7-5/8** inch production casing is:

Option 1 (Single Stage):

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
Excess cement calculates to -8%, additional cement might be required.

Option 2:

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.

b. Second stage above DV tool:

Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
Excess cement calculates to 12%, additional cement might be required.

4. The minimum required fill of cement behind the **4-1/2** inch production liner is:

- Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification.

B. 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. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. 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.

    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.

C. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

OTA07142020

Mewbourne Oil Company, Ibex 15/10 B3PA Fed Com #1H
Sec 15, T23S, R34E
SL: 140' FSL & 305' FEL (15)
BHL: 100' FNL & 600' FEL (10)

Casing Program

Hole Size	Casing Interval From	Casing Interval To	Csg. Size	Weight (lbs)	Grade	Conn.	SF Collapse	SF Burst	SF Jt Tension	SF Body Tension
17.5"	0'	1350'	13.375"	48	H40	STC	1.25	2.8	4.97	8.35
12.25"	0'	4985'	9.625"	40	L80	LTC	1.19	2.22	3.65	4.59
8.75"	0'	11,400'	7.625"	39	P110	FJ	2.08	2.16	1.65	2.77
6.125"	10,792'	21,523'	4.5"	13.5	P110	LTC	1.82	2.11	2.33	2.91
BLM Minimum Safety Factor			1.125	1	1.6 Dry 1.8 Wet	1.6 Dry 1.8 Wet				

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h
Must have table for contingency casing

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Is casing API approved? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Mewbourne Oil Company, Ibex 15/10 B3PA Fed Com #1H
Sec 15, T23S, R34E
SL: 140' FSL & 305' FEL (15)
BHL: 100' FNL & 600' FEL (10)

Cementing Program

Casing	# Sks	Wt. lb/ gal	Yld ft3/ sack	H_20 gal/ sk	500# Comp. Strength (hours)	Slurry Description
Surf.	570	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM
	200	14.8	1.34	6.3	8	Tail: Class C + Retarder
Inter.	780	12.5	2.12	11	10	Lead: Class C + Salt + Gel + Extender + LCM
	200	14.8	1.34	6.3	8	Tail: Class C + Retarder
Prod. 1st Stg	100	12.5	2.12	11	9	Lead: Class C + Salt + Gel + Extender + LCM
	400	15.6	1.18	5.2	10	Tail: Class H + Retarder + Fluid Loss + Defoamer
ECP/DV Tool @ 6100'						
Prod. 2nd Stg	50	12.5	2.12	11	9	Lead: Class C + Salt + Gel + Extender + LCM
	100	14.8	1.34	6.3	8	Tail: Class C + Retarder
Liner	435	11.2	2.97	18	16	Class H + Salt + Gel + Fluid Loss + Retarder + Dispersant + Defoamer + Anti-Settling Agent

A copy of cement test will be available on location at time of cement job providing pump times & compressive strengths.

Casing String	TOC	% Excess
Surface	0'	100%
Intermediate	0'	25%
Production	4785'	25%
Liner	10,792'	25%

Mud Program

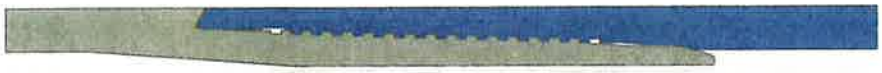
TVD		Type	Weight (ppg)	Viscosity	Water Loss
From	To				
0'	1350'	Spud Mud	8.6-8.8	28-34	N/C
1350'	4985'	Brine	10.0	28-34	N/C
4985'	11,247'	Cut Brine	8.6-9.3	28-34	N/C
11,247'	11,304'	OBM	8.6-10.0	30-40	<10cc

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	Pason/PVT/Visual Monitoring

U. S. Steel Tubular Products

7.625" 39.00lbs/ft (0.500" Wall) P110 HC USS-LIBERTY FJM®



MECHANICAL PROPERTIES	Pipe	USS-LIBERTY FJM®	
Minimum Yield Strength	110,000	--	psi
Maximum Yield Strength	140,000	--	psi
Minimum Tensile Strength	125,000	--	psi
DIMENSIONS	**Pipe**	**USS-LIBERTY FJM®**	
Outside Diameter	7.625	7.625	in.
Wall Thickness	0.500	--	in.
Inside Diameter	6.625	6.539	in.
Standard Drift	6.500	6.500	in.
Alternate Drift	--	--	in.
Nominal Linear Weight, T&C	39.00	--	lbs/ft
Plain End Weight	38.08	--	lbs/ft
SECTION AREA	**Pipe**	**USS-LIBERTY FJM®**	
Critical Area	11.192	6.665	sq. in.
Joint Efficiency	--	59.5	%
PERFORMANCE	**Pipe**	**USS-LIBERTY FJM®**	
Minimum Collapse Pressure	12,180	12,180	psi
Minimum Internal Yield Pressure	12,640	12,640	psi
Minimum Pipe Body Yield Strength	1,231,000	--	lbs
Joint Strength	--	733,000	lbs
Compression Rating	--	733,000	lbs
Reference Length	--	12,843	ft
Maximum Uniaxial Bend Rating	--	39.4	deg/100 ft
MAKE-UP DATA	**Pipe**	**USS-LIBERTY FJM®**	
Make-Up Loss	--	4.75	in.
Minimum Make-Up Torque	--	14,700	ft-lbs
Maximum Make-Up Torque	--	20,750	ft-lbs

1. Other than proprietary collapse and connection values, performance properties have been calculated using standard equations defined by API 5C3 and do not incorporate any additional design or safety factors. Calculations assume nominal pipe OD, nominal wall thickness and Specified Minimum Yield Strength (SMYS).
2. Compressive & Tensile Connection Efficiencies are calculated by dividing the connection critical area by the pipe body area.
3. Uniaxial bending rating shown is structural only, and equal to compression efficiency.
4. USS-LIBERTY FJM™ connections are optimized for each combination of OD and wall thickness and cannot be interchanged.
5. Torques have been calculated assuming a thread compound friction factor of 1.0 and are recommended only. Field make-up torques may require adjustment based on actual field conditions (e.g. make-up speed, temperature, thread compound, etc.).
6. Reference length is calculated by joint strength divided by nominal plain end weight with 1.5 safety factor.
7. Connection external pressure leak resistance has been verified to 100% API pipe body collapse pressure following the guidelines of API 5C5 Cal III.

U. S. Steel Tubular Products
460 Wildwood Forest Drive, Suite 300S
Spring, Texas 77380

1-877-893-9461
connections@uss.com
www.usstubular.com