District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505

Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division

Form C-101 August 1, 2011

1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTI	ER, DEEPEN, PLUGBACK, OR ADD A ZONE

MEW	ator Name and Address BOURNE OIL CO	OGRID Number 14744	
	Po Box 5270 bbs, NM 88241	3. API Number 30-015-41353	
4. Property Code 39858	5. Property Name YARDBIRDS 34 PA FEE	6. Well No. 001H	

7. Surface Location

27		1	15	7.0	diffact Loc	ution	20 20	0 (0)		
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
P	34	238	28E	P	150	S	990	E	EDDY	l

8. Proposed Bottom Hole Location

2	OF TEMPORE DOTTOM MORE DOTTOM										
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
A	34	238	28E	A	330	N	990	E	Eddy		

9. Pool Information

LOVING:BRUSHY CANYON, EAST	40350

Additional Well Information

11. Work Type 12. Well Type New Well OIL		13. Cable/Rotary	14. Lease Type Private	15. Ground Level Elevation 3019	
16. Multiple 17. Proposed Depth N 10780		18. Formation Delaware	19. Contractor	20. Spud Date	
Depth to Ground	water		Distance from nearest fresh water	r well	Distance to nearest surface water

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	375	425	0
Int1	12.25	9.625	36	2500	575	0
Prod	8.75	7	26	6500	550	2300
Liner1	6.125	4.5	13.5	10780	0	0

Casing/Cement Program: Additional Comments

MOC proposes to drill & test Delaware formations. H2S rule 118 does not apply because MOC has researched this area & no high concentrations were found. Will have on location & working all H2S safety equipment before Yates formation for safety & insurance purposes. If commercial, production casing will be run & will utilize packer/port system. No cmt is requuired. Will stimulate as needed for production.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	2000	1500	Schaffer
DoubleRam	3000	3000	Schaffer
Annular	3000	1500	Schaffer

23. I hereby certify that the information g	iven above is true and complete to the	OIL CONSERVATION DIVISION				
best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (B) NMAC , if applicable		Approved By: Randy Dade				
Signature:		18.00 11.00 1				
Printed Name: Electronically filed	by Monty Whetstone	Title: District Supervisor				
Title: Vice President Operations		Approved Date: 5/13/2013	Expiration Date: 5/13/2015			
Email Address: prodmgr@mewbo	urne.com					
Date: 4/24/2013	Phone: 903-561-2900	Conditions of Approval Attached				

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division

Form C-102 August 1, 2011

1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

***	EEE EGCHIION IE D HCI	CHOL DEDICHTO	, I DILL	
1. API Number	2. Pool Code		3. Pool Name	
30-015-41353	40350 LOVING;BRU		VING;BRUSHY CANYON, EAST	
4. Property Code	5. Propert	y Name	6. Well No.	
39858	YARDBIRDS	34 PA FEE	001H	
7. OGRID No.	8. Operato	or Name	9. Elevation	
14744	MEWBOUR	NE OIL CO	3019	

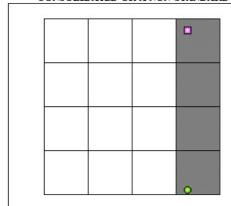
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	34	238	28E		150	S	990	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
A	34	238	28E	A	330	N	990	E	EDDY	
	cated Acres	13. J	oint or Infill	14	. Consolidation	Code		15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to 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(s) 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.

E-Signed By: Monty Whetstone Title: Vice President Operations Date: 4/24/2013

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.

Surveyed By: Robert Howett Date of Survey: 4/17/2013 Certificate Number: 19680

Permit Comments

Operator: MEWBOURNE OIL CO , 14744 Well: YARDBIRDS 34 PA FEE #001H API: 30-015-41353

Created By	Comment	Comment Date
Artesia	I/A wells 5 ok FA ok	5/1/2013
Artesia	Land p/P	5/1/2013
CSHAPARD	Other Operators have not beeen notified.	5/13/2013

Permit Conditions of Approval

Operator: MEWBOURNE OIL CO , 14744 Well: YARDBIRDS 34 PA FEE #001H API: 30-015-41353

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string