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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>

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

Form C-101 August 1, 2011

Permit 200137

APPLICATION FOR PERMIT TO DRILL	. RE-ENTER. DEEPEN	. PLUGBACK	OR ADD A ZONE

	MEW	e and Address VBOURNE OIL	co					2.	OGRID Number 14744	
		3ox 5270 bs, NM 88241						3.	API Number 30-015-4295	54
Property	Code 3142			5. Property Name Gobbler 5 I	32IL State Com			6.	Well No. 001H	
					7. 9	urface Location				
JL - Lot	L	Section 5	Township 19S	Range 29E	Lot Idn	Feet From 1750	N/S Line	Feet From 300	E/W Line	County Eddy
					8. Propose	d Bottom Hole Loca	tion			
JL - Lot	L	Section 5	Township 198	Range 29E	Lot Idn	Feet From 1750	N/S Line S	Feet From 330	E/W Line W	County Eddy
			1000		9. F	ool Information				
ALMILL	O:BC	ONE SPRING, E	AST						49553	

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3397
16. Multiple N	17. Proposed Depth 12310	18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date 3/19/2015
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

■ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC			
Surf	17.5	13.375	48	425	353	0			
Int1	12.25	9.625	36	1070	312	0			
Prod	8.75	7	26	8110	620	870			
Liner1	6.125	4.5	13.5	12310	0	7910			

Casing/Cement Program: Additional Comments

MOC proposed to drill & test the Bone Springs formation. H2S rule 118 does not apply because MOC has researched the area & no high concentrations were found. Will have on location & working all H2S safety equiptment before Yates formation for safety & insurance purposes. If commercial, 4.5" liner will be run & will use pkr port system (no cmt) in the lateral hole, will stimulate as needed for production.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer				
Annular	2000	1500	Schaffer				
Double Ram	3000	3000	Schaffer				
Annular	3000	1500	Schaffer				

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ⋈ and/or 19.15.14.9 (B) NMAC ⋈, if applicable. Signature:			OIL CONSE	ERVATION DIVISION	
Printed Name:	Electronically filed by Monty Whe	tstone	Approved By:	Randy Dade	
Title:	Vice President Operations	Vice President Operations		District Supervisor	
Email Address:	prodmgr@mewbourne.com		Approved Date:	2/24/2015	Expiration Date: 2/24/2017
Date:	2/20/2015	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

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u> 311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u> 2320 S. S. Especie Dr. Scate Fo. NM 87558

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

Form C-102 August 1, 2011

Permit 200137

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name	
30-015-42954	49553	PALMILLO;BONE SPRING, EAST	
4. Property Code	5. Property Name	6. Well No.	
314215	Gobbler 5 B2IL State Com	001H	
7. OGRID No. 14744	8. Operator Name MEWBOURNE OIL CO	9. Elevation 3397	

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
1	5	19S	29E	1	1750	S	300	E	Eddy

11. Bottom Hole Location If Different From Surface

UL - Lot L	Section 5	Township 19S	Range 29E	Lot Idn	Feet From 1750	N/S Line S	Feet From 330	E/W Line W	County Eddy
12. Dedicated Acre 160.0			13. Joint 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

8		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: 2/20/2015			
	0	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 the same is true and correct to the best of my belief.			
		Surveyed By: Robert Howett			
		Date of Survey: 10/28/2014			
		Certificate Number: 19680			

Form APD Comments

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
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 1220 S. St Francis Dr. Santa Fe, NM 87505

Permit 200137

PERMIT COMMENTS

Operator Name and Address:	API Number:
MEWBOURNE OIL CO [14744]	30-015-42954
PO Box 5270	Well:
Hobbs, NM 88241	Gobbler 5 B2IL State Com #001H

Created By Comment Comment Date

Form APD Conditions

Permit 200137

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
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 1220 S. St Francis Dr. Santa Fe, NM 87505

PERMIT CONDITIONS OF APPROVAL

MEWBOURNE OIL CO [14744]	API Number: 30-015-42954		
PO Box 5270 Hobbs, NM 88241	Well: Gobbler 5 B2IL State Com #001H		

OCD Reviewer Condition