<u>District I</u> 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

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

Form C-101 August 1, 2011

Permit 250848

APPLICATION FOR PERMIT TO DRILL, RI	RE-ENTER, DEEPEN	, PLUGBACK,	OR ADD A ZONE
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Operator Name and Address MEWBOURNE OIL CO		2. OGRID Number 14744
P.O. Box 5270 Hobbs , NM 88241		3. API Number 30-015-44871
4. Property Code 321183	5. Property Name CREEDENCE 21 16 W0ED STATE COM	6. Well No. 002H

7 Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	21	24S	28E	E	2435	N	360	W	Eddy

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	16	24S	28E	D	330	N	400	W	Eddy

9. Pool Information

PURPLE SAGE; WOLFCAMP (GAS)	98220

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	GAS	·	State	3037
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	16715	Wolfcamp		5/9/2018
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

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC	
Surf	17.5	13.375	48	425	355	0	
Int1	12.25	9.625	36	2475	550	0	
Prod	8.75	7	26	9747	845	2275	
Liner1	6.125	4.5	13.5	16715	315	8997	

Casing/Cement Program: Additional Comments

MOC proposed to drill & test the Wolfcamp 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. Will stimulate as needed for production.

22. Proposed Blowout Prevention Program

==:::p:::::::::::::::::::::::::::::::::							
Туре	Working Pressure	Test Pressure	Manufacturer				
Annular	5000	2500	Schaffer				
Double Ram	Double Ram 5000		Schaffer				
Annular			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 CONSERVATIO	ON DIVISION
Printed Name:	Electronically filed by Monty Who	etstone	Approved By:	Raymond Podany	
Title:	Vice President Operations		Title:	Geologist	
Email Address:	iil Address: prodmgr@mewbourne.com			4/12/2018	Expiration Date: 4/12/2020
Date:	4/9/2018	Phone: 903-561-2900	Conditions of Appr	oval Attached	_

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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 250848

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 2. Pool Code		3. Pool Name
30-015-44871	98220	PURPLE SAGE;WOLFCAMP (GAS)
4. Property Code 5. Property Name		6. Well No.
321183	CREEDENCE 21 16 W0ED STATE COM	002H
7. OGRID No.	8. Operator Name	9. Elevation
14744	MEWBOURNE OIL CO	3037

				10. Sur	face Location				
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	21	24S	28E	E	2435	N	360	W	Eddy

11. Bottom Hole Location If Different From Surface UL - Lot Section Township Range Lot Idn N/S Line Feet From E/W Line County D 24S D 330 W 16 28E Ν 400 Eddy 12. Dedicated Acres 13. Joint or Infill 14. Consolidation Code 15. Order No. 480.00

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION	UNTIL ALL INTERES	TS 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:	4/9/2018		
		SURVEYOR CERTIFICATION the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, true and correct to the best of my belief.		
	Surveyed By:	Robert Howett		
	Date of Survey:	3/27/2018		
	Certificate Number:	19680		

Form APD Comments

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Permit 250848

PERMIT COMMENTS

Operator Name and Address:	API Number:
MEWBOURNE OIL CO [14744]	30-015-44871
P.O. Box 5270	Well:
Hobbs , NM 88241	CREEDENCE 21 16 W0ED STATE COM #002H

Created By	Comment	Comment Date

Form APD Conditions

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Permit 250848

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:	
MEWBOURNE OIL CO [14744]	30-015-44871	
P.O. Box 5270	Well:	
Hobbs , NM 88241	CREEDENCE 21 16 W0ED STATE COM #002H	

OCD Reviewer	Condition
rpodany	Will require a directional survey with the C-104
rpodany	Cement is required to circulate on both surface and intermediate1 strings of casing