Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

EMNRD-OCD ARTESIA RECEIVED: 4/05/2020

FORM APPROVED

	OMB NO. 1004-0137 Expires: January 31, 201
5.	Lease Scrial No. NMNM23765

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

SUNDRY NOTICES AND REPORTS ON WELLS	
Do not use this form for proposals to drill or to re-enter ar	7
abandoned well. Use form 3160-3 (APD) for such proposal	s.

SUBMIT IN TRIPLICATE - Other instructions on page 2

See attachments for C-102, drilling program & directional plan Please contact Andy Taylor with any questions.

6. If Indian, Allottee or Tribe Name

1. Type of Well ☐ Oil Well Gas Well ☐ Other				8. Well Name and No. BUFFALO TRAC	E 1/36 W1NC FEDCOM	
Name of Operator MEWBOURNE OIL COMPAN	9. API Well No. 30-015-46771-00-X1					
3a. Address P O BOX 5270 HOBBS, NM 88241		3b. Phone No. (include area code) Ph: 575-393-5905 Fx: 575-393-5905		10. Field and Pool or Exploratory Area PURPLE SAGE-WOLFCAMP (GAS)		
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description,			11. County or Parish, State		
Sec 1 T26S R29E SWSE 400FSL 1660FEL 32.065394 N Lat, 103.934594 W Lon				EDDY COUNTY, NM		
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICATE NATURE O	F NOTICE,	REPORT, OR OTH	HER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION					
Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)		■ Water Shut-Off	
	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation		■ Well Integrity	
☐ Subsequent Report	□ Casing Repair	■ New Construction	□ Recomplete		Other Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon ☐ Temp		rarily Abandon Change to Origin		
	☐ Convert to Injection	□ Plug Back	■ Water Disposal			
13. Describe Proposed or Completed Op- If the proposal is to deepen directions. Attach the Bond under which the wo- following completion of the involved testing has been completed. Final At- determined that the site is ready for f Mewbourne Oil Company requ 1) Change well name to Buffa 2) Change SHL to 400' FSL & 3) Change BHL to 330' FNL & 4) Change target zone to Wolf 5) Change casing & cement d	ally or recomplete horizontally ask will be performed or provide a operations. If the operation response must be file and inspection. Lests approval to make the lo Trace 1/36 W1NC Fed 1660' FEL, Sec 1, T26S, 2590' FWL, Sec 36, T255 feamp & pool to Purple Sa	give subsurface locations and measure the Bond No. on file with BLM/BIA sults in a multiple completion or record only after all requirements, including the following changes to the approximate the subsection of	red and true ve . Required submpletion in a ring reclamation	ertical depths of all pertin osequent reports must be new interval, a Form 316 n, have been completed a	ent markers and zones, filed within 30 days 0-4 must be filed once	

14. I hereby certify that the foregoing is true and correct. Electronic Submission #505468 verified by the BLM Well Information System For MEWBOURNE OIL COMPANY, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 03/04/2020 (20PP1429SE)							
Name (Printed/Typed)	ANDY TAYLOR	Title	ENGINEER				
Signature	(Electronic Submission)	Date	03/04/2020				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved By CODY LAYTON			ASSIST FIELD MANAGER LANDS MINERALS Date 03/16/2020				
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.			e Carlsbad				
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) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Revisions to Operator-Submitted EC Data for Sundry Notice #505468

Operator Submitted

BLM Revised (AFMSS)

Sundry Type:

APDCH

NOI

NMNM23765

APDCH NOI

Lease:

NMNM23765

Agreement:

Operator:

MEWBOURNE OIL COMPANY

PO BOX 5270 HOBBS, NM 88241 Ph: 575-393-5905

MEWBOURNE OIL COMPANY

P O BOX 5270 HOBBS, NM 88241 Ph: 575.393.5905

Admin Contact:

JACKIE LATHAN AUTHORIZED REPRESENTATIVE E-Mail: jlathan@mewbourne.com

JACKIE LATHAN AUTHORIZED REPRESENTATIVE E-Mail: jlathan@mewbourne.com

Ph: 575-393-5905

Ph: 575-393-5905 Fx: 575-393-5905

Tech Contact:

ANDY TAYLOR

ENGINEER

E-Mail: ataylor@mewbourne.com

ANDY TAYLOR ENGINEER

E-Mail: ataylor@mewbourne.com

Ph: 575-393-5905

Ph: 575-441-8396

Location:

State: County: **EDDY**

NM EDDY

Field/Pool:

CORRAL CANYON S; BONE SPR

PURPLE SAGE-WOLFCAMP (GAS)

Well/Facility:

BUFFALO TRACE 1/36 H3OB FEDCOM 2H Sec 1 T26S R29E Mer NMP SWSE 600FSL 1660FEL

BUFFALO TRACE 1/36 W1NC FEDCOM 3H Sec 1 T26S R29E SWSE 400FSL 1660FEL 32.065394 N Lat, 103.934594 W Lon

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | Mewbourne Oil Company

LEASE NO.: | NMNM023765

WELL NAME & NO.: BUFFALO TRACE 1-36 WINC Fed Com #3H

SURFACE HOLE FOOTAGE: | 400'/S & 1660'/E **BOTTOM HOLE FOOTAGE** | 330'/N & 2590'/W

LOCATION: | Section 1, T.26 S., R.29 E., NMPM

COUNTY: Eddy 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	▼ COM	☐ Unit

All Previous COAs Still Apply.

A. CASING

Casing Design:

- 1. The 13-3/8 inch surface casing shall be set at approximately 700 feet (a minimum of 70 feet (Eddy 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 3200 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. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
 - ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 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 4%, 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.

- b. 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.
- c. Second stage above DV tool:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
- 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 Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, 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.

OTA03162020