OCD Received 10/01/2020

| diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained and contamination through whole or particle de loop system. | Form 3160-3 (June 2015) UNITED STATE DEPARTMENT OF THE BUREAU OF LAND MAN APPLICATION FOR PERMIT TO I | INTERIOR NAGEMENT | REENTER | | OMB No | APPROVED 5. 1004-0137 nuary 31, 2018 or Tribe Name | | | |
|--|---|--------------------------------------|--|--------------|--|---|--|--|--|
| MEMBOURNE OIL COMPANY 30 015 47609 3a. Address (3b. Phone No. (include area code) (575)393-5905 10 Field and hool, or Exploratory Aval CN DORE SPRING EAST / BO 4. Location of Well (Report location clearly and in accordance with any State requirements.*) At surface LOT L / 2549 FSL / 300 FWL / LAT 32.5296854 / LONG -104.1216398 11. Sec, T. R. M. of Bik. and Survey or. SEC 31 / T205 / R29E / NMP 14. Distance in miles and direction from nearest town or post office* 12. Country or Parish EDDY 13. State NM 15. Distance from proposed* 205 feet location to nearest property or less line, ft property or less line, ft line 10 locarest line, int | 1b. Type of Well: ✓ Oil Well Gas Well | Other |] Multiple Zone | | 8. Lease Name and NORMANDY 31/32 | Well No. | | | |
| 4. Location of Well (Report location clearly and in accordance with any State requirements.*) At surface LOT L / 2549 FSL / 360 FWL / LAT 32.5296854 / LONG -104.1216398 At proposed prod. zone LOT I / 1340 FSL / 100 FEL / LAT 32.5296854 / LONG -104.0889219 11. Sec. T. R. M. of Bik. and Survey or . SEC 31 / T205 / R29E / NMP 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 200 miles 13. State EDDY 13. State 20 miles 205 feet 16. No of acres in lease property of lease line, ft. 1711.45 160.77 18. Distance from proposed/ to nearest drig, unit line, if any) 19. Proposed Depth 9247 feet / 19432 feet 20. BL//BIA Bond No. in file FED: NM1693 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 08/05/2019 23. Estimated duration 60 days 23. State proper by or lease line accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162 (as applicable) 4. Bond to cover the operations unless covered by an existing bond on file them 20 above). 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file them 20 above). 5. Surface of the subject feat. 2. Signature (Belectronic Submission) Name (Printed Typed) Date 07/05/2019 Date 25. Signature (Belectronic Submission) Cody Layton / Ph: (575)393-5905 07/05/2019 | MEWBOURNE OIL COMPANY 3a. Address | | | le) | 30 015 47609 10. Field and Pool, o | | | | |
| 20 miles EDDY NM 15. Distance from proposed* location to nearest trig property or lease line, ft. (Also to nearest drig, unit line, if any) 16. No of acress in lease 171145 17. Spacing Unit decicated to this well for acress trig, unit line, if any) 18. Distance from proposed location* to nearest well, drilling, completed, 30 feet applied for, on this lease, ft. 19. Proposed Depth 9247 feet / 19432 feet 20. BLM/BIA Bond No. in file FED: NM1693 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 09/05/2019 23. Estimated duration 60 days 24. Attachments 24. Attachments 14. Bond to cover the operations unless covered by an existing bond on file tem 20 above). 19. Proposed Depth applicable) 4. Bond to cover the operations unless covered by an existing bond on file tem 20 above). 25. Signature (Electronic Submission) Name (Printed Typed) Bradley Bishop / Ph: (575)393-5905 Date 07/05/2019 7. The Assisten Field Manager Lands & Minerals Office Cody Layton / Ph: (575)393-5905 Date 09/30/2020 7. Title Regulatory Office Cady Layton / Ph: (575)343-5959 Date 09/30/2020 7. Title Resultator approxal date subject lease which would entitle the application approxal dates not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicatoringeround in any are attached. | 4. Location of Well <i>(Report location clearly and in accordance</i> At surface LOT L / 2549 FSL / 360 FWL / LAT 32.529 | e with any State r 96854 / LONG - | equirements.*) 104.1216398 | 89219 | 11. Sec., T. R. M. or | Blk. and Survey or Area | | | |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) 205 feet property or lease line, ft. (Also to nearest drig, unit line, if any) 17. Spacing, Unit dedicated to this well for acrest well, drilling, completed, any) 18. Distance from proposed location* to nearest well, drilling, completed, 30 feet applied for, on this lease, ft. 19. Proposed Depth 9247 feet / 19432 feet 20. BLM/BIA Bond No. in file FED: NM1693 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 09/05/2019 23. Estimated duration 60 days 23. Bettimated file location is on Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 09/05/2019 23. Estimated duration 60 days 3. As urface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). 4. Bond to cover the operations unless covered by an existing bond on file Item 20 above). 2. Signature (Electronic Submission) Name (<i>Printed Typed</i>) Bradley Bishop / Ph: (575)393-5905 Date 07/05/2019 Trite Assistan Field Manager Lands & Minerals CARLSBAD OARLSBAD OARLSBAD Approved by (Signature) (Electronic Submission) Name (<i>Printed Typed</i>) Cody Layton / Ph: (575)334-5959 Date 07/05/2019 Trite Assistan Field Manager Lands & Minerals CARLSBAD CARLSBAD CARLSBAD Approved by (Signature) (Electronic Submission) Cast cortin for any | | ffice* | | | | | | | |
| applied lot, on line react, it. Call the control of the intervent of the control of t | location to nearest 205 reet property or lease line, ft. (Also to nearest drig, unit line, if any) 18 Distance from proposed location* | 1711.45 | | 160.77 | ing Unit dedicated to this well | | | | |
| 3233 feet 09/05/2019 60 days 24. Attachments 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file Icen 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office) 4. Bond to cover the operations unless covered by an existing bond on file Icen 20 above). 5. Operator certification. 5. Operator certification. 5. Signature Signature/(Electronic Submission) Date 7. Tritle Regulatory Date Approved by (Signature) Cody Layton / Ph: (575)234-5959 Date 09/30/2020 Office CARLSBAD Approved by (Signature) Code Layton / Ph: (575)234-5959 Date 09/30/2020 Office CARLSBAD Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle th applicant to conduct operations of fraudulent statements or representations as to any matter within its jurisdiction. Conditions of approval, if any, are attached. Trite 18 U.S.C. Section 101 and Title 43 U.S.C. Section 1212 | applied for, on this lease, it. | | | | | 01 | | | |
| The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file time 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Porest Service Office) 4. Bond to cover the operations unless covered by an existing bond on file time 20 above). 2. Signature Superator certification. 5. Operator certification. 25. Signature Name (<i>Printed/Typed</i>) Date (Electronic Submission) Bradley Bishop / Ph: (575)393-5905 07/05/2019 Title Regulatory Approved by (<i>Signature</i>) Cody Layton / Ph: (575)234-5959 09/30/2020 Title Office CARLSBAD Assistant Field Manager Lands & Minerals CARLSBAD 07/05/2019 Title 18 U.S.C. Section 1001 and Tite 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or ago of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Once the well is spud, to prevent gro contamination through whole or partitions. | | 09/05/2019 | | Start | | | | | |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office) 5. Operator certification. 25. Signature (Electronic Submission) Name (Printed/Typed) Date 07/05/2019 Title Regulatory Name (Printed/Typed) Date 09/30/2020 Approved by (Signature) (Electronic Submission) Name (Printed/Typed) Date 09/30/2020 Title Regulatory Date 09/30/2020 Approved by (Signature) (Electronic Submission) Office Cody Layton / Ph: (575)234-5959 09/30/2020 Title Office Cody Layton / Ph: (575)234-5959 09/30/2020 Title Is 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 ag of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Once the well is spud, to prevent gro contamination through whole or partition of the subject coll to specific on through whole or partition of the subject coll to specific on the subject for the subject fo | (as applicable) | | nd Gas Order No. 4. Bond to cover th | | | | | | |
| (Electronic Submission) Bradley Bishop / Ph: (575)393-5905 07/05/2019 Title Regulatory Approved by (Signature) Date (Electronic Submission) Cody Layton / Ph: (575)234-5959 09/30/2020 Title Office CARLSBAD Assistant Field Manager Lands & Minerals CARLSBAD Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle th applicant to conduct operations thereon. Conditions of approval, if any, are attached. 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 ag of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. muds are not to be used until fresh water zones are cased and cemented providing isolation from diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained to an or containent or bough whole or partition. | 3. A Surface Use Plan (if the location is on National Forest Syst | | Operator certific Such other site space | | mation and/or plans as | may be requested by the | | | |
| Regulatory Name (Printed/Typed) Cody Layton / Ph: (575)234-5959 Date 09/30/2020 Title Office CARLSBAD Office CARLSBAD Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle th applicant to conduct operations thereon. Conditions of approval, if any, are attached. 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 ag of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Once the well is spud, to prevent gro contamination through whole or partition | (Electronic Submission) | | | 5)393-590 | 05 | | | | |
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| of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. muds are not to be used until fresh water zones are cased and cemented providing isolation from diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained to a contamination through whole or parti | applicant to conduct operations thereon. Conditions of approval, if any, are attached. | | _ | | | | | | |
| diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained by a contamination through whole or parti | of the United States any false, fictitious or fraudulent statements | s or representation | ons as to any matter | within its j | jurisdiction. | | | | |
| face casing must be set 25' below top of salt or | liesel. This includes synthetic oils. Oil based mud, drilling fl | uids and solids | must be containe | dina | contamination thro | ough whole or partial conc perator shall drill without in water zone or zones and | | | |

(Continued on page 2)

Approval Date: 09/30/2020

*(Instructions on page 2)

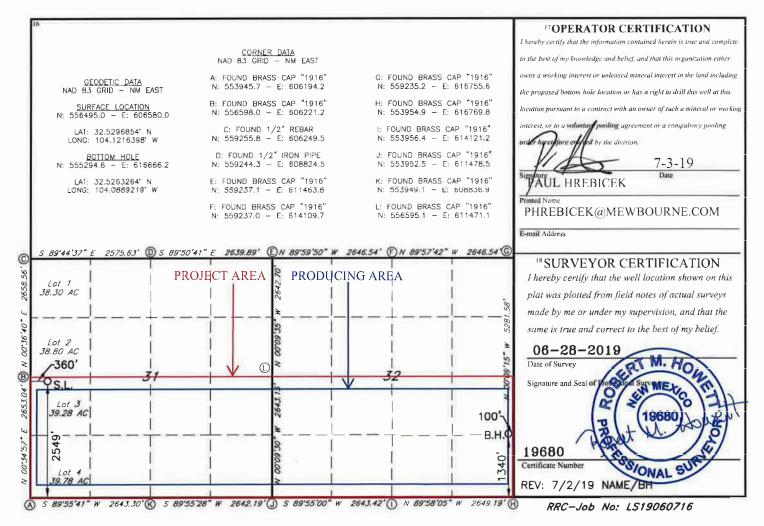
Entered - KMS NMOCD

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 Road, Aztec, NM 87410 Phone: (505) 344-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| | | V | WELL LO | OCATIO | N AND ACF | REAGE DEDIC | CATION PLA | Т | | | | | | |
|--------------------------------|------------|--------------|---------------|-------------------------------|---------------|------------------------|---------------|----------------|--------|--|--|--|--|--|
| | API Number | r | | 2 Pool Code | | ³ Pool Name | | | | | | | | |
| 30 015 4 | 7609 | | | 3713 | | ON; BONE | SPRING; EA | ST | | | | | | |
| 4 Property Co | de | | | 5 Property Name 6 Well Number | | | | | | | | | | |
| 329766 | | | 1 | NORMANDY 31/32 B3LI FED COM | | | | | | | | | | |
| 7 OGRID | NO. | | | | | Elevation | | | | | | | | |
| 1474 | 4 | | | MEWBOURNE OIL COMPANY 3231' | | | | | | | | | | |
| ¹⁰ Surface Location | | | | | | | | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet From the | East/West line | County | | | | | |
| 3 | 31 | 20S | 29E | 29E 2549 SOUTH 360 | | | | WEST | EDDY | | | | | |
| | | | 11 | Bottom H | lole Location | If Different Fre | om Surface | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | | | | |
| Ι | 32 | 20S | 29E | | 1340 | SOUTH | 100 | EAST | EDDY | | | | | |
| 12 Dedicated Acres | s 13 Joint | or Infill 14 | Consolidation | solidation Code 15 Order No. | | | | | | | | | | |
| 640 | defir | ning | | | | | | | | | | | | |

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



| Intent X As Drilled | | |
|-------------------------------------|---|-------------------|
| API # | | |
| Operator Name: Mewbourne Oil Co. | Property Name: Normandy 31/32 B3LI Fed Com | Well Number 1H |

Kick Off Point (KOP)

| UL L | Section 31 | Township 20S | Range 29E | Lot | Feet 1340 | From N/S S | Feet 10 | From E/W | County Eddy |
|---------|-------------------|-----------------|--------------|-----|--------------|---------------|------------|----------|----------------|
| Latitu | Latitude | | | | Longitude | | NAD | | |
| 32.5 | 526118 | 33 | | | -103.988 | 37073 | 83 | | |

First Take Point (FTP)

| UL L | Section 31 | Township 20S | Range 29E | Lot | Feet 1340 | From N/S S | Feet 100 | From E/W W | County Eddy |
|----------------|-------------------------|-----------------|--------------|-----|-----------------------|---------------|-------------|---------------|----------------|
| Latitu 32.5 | ^{de} 526117 | 76 | | | Longitude -103.988 | 33764 | | | NAD 83 |

Last Take Point (LTP)

| UL | Section | Township | Range | Lot | Feet | From N/S | Feet | From E/W | County |
|--------------------|-------------------------|----------|-------|-----|-------------------|----------|------|----------|-----------|
| I | 32 | 20S | 29E | | 1340 | S | 100 | E | Eddy |
| Latitu 32.5 | ^{de} 526044 | 45 | | | Longitud -103. | 954808 | 5 | | NAD 83 |

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

| API # | | |
|---|---|-------------------|
| Operator Name: Mewbourne Oil Company | Property Name: Normandy 31/32 W0LI Fed Com | Well Number 1H |
| | | |

KZ 06/29/2018

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

| OPERATOR'S NAME: | MEWBOURNE OIL COMPANY |
|------------------------------|--------------------------------|
| LEASE NO.: | NMNM0004825 |
| WELL NAME & NO.: | NORMANDY 31-32 B3LI FED COM 1H |
| SURFACE HOLE FOOTAGE: | 2549'/S & 360'/W |
| BOTTOM HOLE FOOTAGE | 1340'/S & 100'/E |
| LOCATION: | SECTION 31, T20S, R29E, NMPM |
| COUNTY: | Eddy County, New Mexico |

COA

| H2S | • Yes | O No | |
|----------------------|----------------|----------------|--------------------|
| Potash | None | © Secretary | © R-111-P |
| Cave/Karst Potential | C Low | O 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 |

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the Delaware formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

Casing Design:

- 1. The 20 inch surface casing shall be set at approximately 400 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

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completing the cement job.

- b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u>
 <u>hours</u> 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.

First intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

- 2. The **13-3/8** inch first intermediate casing shall be set at approximately **1350** feet. The minimum required fill of cement behind the **13-3/8** inch first 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 <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
 - In <u>Capitan Reef Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
 - Special Capitan Reef requirements. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
 (Use this for 3 string wells in the Capitan Reef, if 4 string well ensure FW based mud used across the capitan interval)
 - Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
 - Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.

Page 2 of 9

3. The **9-5/8** inch second intermediate casing shall be set at approximately **3020** feet. The minimum required fill of cement behind the **9-5/8** inch second intermediate casing is:

Option 1 (Single Stage):

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.
 Excess cement calculates to -37%, 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 to surface. If cement does not circulate, contact the appropriate BLM office.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- 4. The minimum required fill of cement behind the 7 inch production casing is:
 - Cement should tie-back at least 50 feet on top of Capitan Reef top. 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.
 Excess cement calculates to 19%, additional cement might be required.
- 5. 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. Excess cement calculates to 24%, additional cement might be required.

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C. 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 **3000 (3M)** 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.

D. 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. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - Lea County Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24</u> <u>hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

Page 6 of 9

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - 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. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. 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.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including

lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

OTA08312020

Page 9 of 9

Well Number: 1H

Is the proposed well in an area containing other mineral resources? USEABLE WATER, NATURAL GAS, OIL

| Is the proposed well in a Helium production area? | Use Existing Well Pad? NO | New surface disturbance? |
|---|---|------------------------------|
| Type of Well Pad: MULTIPLE WELL | Multiple Well Pad Name: | Number: 3 |
| Well Class: HORIZONTAL | NORMANDY 31/32 LI & MP Number of Legs: 1 | |
| Well Work Type: Drill | | |
| Well Type: OIL WELL | | |
| Describe Well Type: | | |
| Well sub-Type: APPRAISAL | | |
| Describe sub-type: | | |
| Distance to town: 20 Miles Distance to | nearest well: 30 FT Dis | stance to lease line: 205 FT |
| Reservoir well spacing assigned acres Measureme | nt: 160.77 Acres | |
| Well plat: Normandy31_32B3LIFedCom1H_wellpla | at_20190705095754.pdf | |
| Well work start Date: 09/05/2019 | Duration: 60 DAYS | |

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number: 1

Vertical Datum: NAVD88

Reference Datum:

| Wellbore | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | TVD | Will this well produce from this lease? |
|--------------------|----------|--------------|----------|--------------|------|-------|---------|-------------------|----------------|----------------------|----------|-------------------|-------------------|------------|---------------------|---------------|-----------|----------|--|
| SHL Leg #1 | 254 9 | FSL | 360 | FW L | 20S | 29E | 31 | Lot L | 1 1 | - 104.1216 398 | EDD Y | NEW MEXI CO | | | NMNM 000482 5 | 323 3 | 0 | 0 | |
| KOP Leg #1 | 134 0 | FSL | 10 | FW L | 20S | 29E | 31 | | 32.52968 53 | - 104.1216 397 | EDD Y | NEW MEXI CO | NEW MEXI CO | | NMNM 000482 5 | | 870 8 | 854 7 | |
| PPP Leg #1-1 | 134 0 | | 264 3 | FW L | 20S | 29E | 31 | | 32.52635 41 | - 104.1130 721 | | NEW MEXI CO | NEW MEXI CO | | NMNM 000482 5 | - 584 8 | 119 87 | 908 1 | |

Page 2 of 3

Well Number: 1H

| Wellbore | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | TVD | Will this well produce from this lease? |
|--------------------|----------|--------------|----------|--------------|------|-------|---------|-------------------|----------------|----------------------|----------|-------------------|-------------------|------------|---------------------|---------------|-----------|----------|--|
| PPP Leg #1-2 | 134 0 | FSL | 132 1 | FW L | 20S | 29E | 31 | Lot K | 32.52635 97 | - 104.1185 294 | EDD Y | NEW MEXI CO | NEW MEXI CO | F | NMNM 095635 | - 581 1 | 103 05 | 904 4 | |
| PPP Leg #1-3 | 134 0 | FSL | 100 | FW L | 20S | 29E | 31 | Lot L | 32.52636 37 | - 104.1224 911 | EDD Y | NEW MEXI CO | NEW MEXI CO | F | NMNM 000482 5 | - 560 9 | 902 7 | 884 2 | |
| EXIT Leg #1 | 134 0 | FSL | 100 | FEL | 20S | 29E | 32 | Lot I | 32.52632 64 | - 104.0889 219 | EDD Y | NEW MEXI CO | NEW MEXI CO | F | NMNM 000482 5 | - 601 4 | 194 32 | 924 7 | |
| BHL Leg #1 | 134 0 | FSL | 100 | FEL | 20S | 29E | 32 | Lot I | 32.52632 64 | - 104.0889 219 | EDD Y | NEW MEXI CO | NEW MEXI CO | F | NMNM 000482 5 | - 601 4 | 194 32 | 924 7 | |



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Drilling Plan Data Report

09/30/2020

APD ID: 10400043374

Operator Name: MEWBOURNE OIL COMPANY

Well Name: NORMANDY 31/32 B3LI FED COM

Well Type: OIL WELL

Submission Date: 07/05/2019

Well Number: 1H Well Work Type: Drill Highlighted data reflects the most recent changes

Show Final Text

Section 1 - Geologic Formations

| Formation ID | Formation Name | Elevation | True Vertical Depth | Measured Depth | Lithologies | Mineral Resources | Producing Formation |
|-----------------|-----------------|-----------|------------------------|-------------------|------------------------|-------------------|------------------------|
| 491923 | UNKNOWN | 3232 | 27 | 27 | | NONE | N |
| 491941 | TOP SALT | 2667 | 565 | 565 | SALT | NONE | N |
| 491924 | BOTTOM SALT | 2027 | 1205 | 1205 | SALT | NONE | N |
| 491936 | YATES | 1887 | 1345 | 1345 | SANDSTONE | NATURAL GAS, OIL | N |
| 491938 | CAPITAN REEF | 1552 | 1680 | 1680 | DOLOMITE, LIMESTONE | USEABLE WATER | N |
| 491929 | LAMAR | 137 | 3095 | 3095 | LIMESTONE | NATURAL GAS, OIL | N |
| 491922 | BONE SPRING | -2438 | 5670 | 5670 | LIMESTONE, SHALE | NATURAL GAS, OIL | N |
| 491925 | BONE SPRING 1ST | -3578 | 6810 | 6810 | SANDSTONE | NATURAL GAS, OIL | N |
| 491926 | BONE SPRING 2ND | -4283 | 7515 | 7515 | SANDSTONE | NATURAL GAS, OIL | N |
| 491942 | BONE SPRING 3RD | -5518 | 8750 | 8750 | SANDSTONE | NATURAL GAS, OIL | Y |

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M

Rating Depth: 19432

Equipment: Annular, Pipe Ram, Blind Ram

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to the choke manifold. Anchors are not required by manufacturer. A variance is also requested for the use of a multibowl wellhead. Please see attached schematics.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Well Number: 1H

Choke Diagram Attachment:

Flex_Line_Specs_20190703152512.pdf

 $3M_Surface_BOPE_Choke_Diagram_20190703153625.xlsx$

 $Normandy_31_32_B3LI_Fed_Com_1H_Flex_Line_Specs_API_16C_20200312150035.pdf$

BOP Diagram Attachment:

Multi_Bowl_Run_Proc_20190703152526.pdf

3M_BOPE_Schematic_4_18_17_20190703153654.pdf

Section 3 - Casing

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-----------|--------|------------|-------------|------------|---------------|------------|--------------|------------|
| 1 | SURFACE | 26 | 20.0 | NEW | API | N | 0 | 375 | 0 | 375 | 3232 | 2857 | 375 | J-55 | 94 | BUTT | | 12.2 96 | DRY | 39.7 73 | DRY | 41.9 86 |
| | INTERMED IATE | 17.5 | 13.375 | NEW | API | N | 0 | 1350 | 0 | 1350 | 3232 | 1882 | 1350 | H-40 | 48 | ST&C | 1.25 | 2.8 | DRY | 4.97 | DRY | 8.35 |
| - | INTERMED IATE | 12.2 5 | 9.625 | NEW | API | N | 0 | 3020 | 0 | 3020 | 3232 | 212 | 3020 | J-55 | 36 | LT&C | 1.29 | 2.24 | DRY | 4.17 | DRY | 5.19 |
| 4 | PRODUCTI ON | 8.75 | 7.0 | NEW | API | N | 0 | 9300 | 0 | 8998 | 3232 | -5766 | 9300 | P- 110 | 26 | LT&C | 1.4 | 2.58 | DRY | 2.33 | DRY | 2.91 |
| 5 | LINER | 6.12 5 | 4.5 | NEW | API | N | 8708 | 19432 | 8547 | 9247 | -5315 | -6015 | 10724 | P- 110 | 13.5 | LT&C | 2.22 | 2.58 | DRY | 2.33 | DRY | 2.91 |

Casing Attachments

Well Number: 1H

Casing Attachments

Casing ID: 1 String Type:SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

 $Normandy_31_32_B3LI_Fed_Com_1H_CA_20190703152553.pdf$

Casing ID: 2 String Type:INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Sand_Chute_4_B2AP_Fed_Com_1H_Inter_Tapered_String_Diagram_20180223140923.pdf

Casing Design Assumptions and Worksheet(s):

Normandy_31_32_B3LI_Fed_Com_1H_CA_20190703152603.pdf

Casing ID: 3 String Type:INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Normandy_31_32_B3LI_Fed_Com_1H_CA_20190703152613.pdf

Well Number: 1H

Casing Attachments

Casing ID: 4 String Type:PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Normandy_31_32_B3LI_Fed_Com_1H_CA_20190703152830.pdf

Casing ID: 5 String Type:LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Normandy_31_32_B3LI_Fed_Com_1H_CA_20190703152842.pdf

| Section | Section 4 - Cement | | | | | | | | | | | | | |
|--------------|--------------------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|----------------------------------|--|--|--|
| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives | | | |
| SURFACE | Lead | | 0 | 286 | 410 | 2.12 | 12.5 | 870 | 100 | Class C | Salt, Gel, Extender, LCM | | | |
| SURFACE | Tail | | 286 | 375 | 200 | 1.34 | 14.8 | 268 | 100 | Class C | Retarder | | | |
| INTERMEDIATE | Lead | 1400 | 0 | 640 | 185 | 2.12 | 12.5 | 395 | 25 | Class C | Gel, Retarder, Extenderm, LCM | | | |
| INTERMEDIATE | Tail | | 640 | 1400 | 200 | 1.34 | 14.8 | 268 | 25 | Class C | Retarder | | | |
| INTERMEDIATE | Lead | | 0 | 1086 | 520 | 2.12 | 12.5 | 1102 | 25 | Class C | Salt, Gel, Extender, LCM | | | |

Section 4 - Cement

Well Number: 1H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|---|
| INTERMEDIATE | Tail | | 1086 | 1350 | 200 | 1.34 | 14.8 | 268 | 25 | Class C | Retarder |
| INTERMEDIATE | Lead | 1400 | 1400 | 2260 | 180 | 2.12 | 12.5 | 385 | 25 | Class C | Gel, Retarder, Defoamer, Extender |
| INTERMEDIATE | Tail | | 2260 | 3020 | 200 | 1.34 | 14.8 | 268 | 25 | Class C | Retarder |
| PRODUCTION | Lead | | 1630 | 6788 | 460 | 2.12 | 12.5 | 970 | 25 | Class C | Salt, Gel, Fluid Loss, Retarder, Dispersant, Defoamer, Anti-Settling Agent |
| PRODUCTION | Tail | | 6788 | 9300 | 400 | 1.18 | 15.6 | 472 | 25 | Class H | Retarder, LCM, Defoamer |
| LINER | Lead | | 8708 | 1943 2 | 425 | 2.97 | 11.2 | 1260 | 25 | Class C | Salt, Gel, LCM, Retarder, Dispersant, Defoamer, Anti-settling agent |

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Lost circulation material Sweeps Mud scavengers in surface hole

Describe the mud monitoring system utilized: Visual monitoring

Circulating Medium Table

| I op Depth |
|-----------------------------|
| Bottom Depth |
| Mud Type |
| Min Weight (Ibs/gal) |
| Max Weight (Ibs/gal) |
| Density (Ibs/cu ft) |
| Gel Strength (lbs/100 sqft) |
| Hd |
| Viscosity (CP) |
| Salinity (ppm) |
| Filtration (cc) |
| Additional Characteristics |

Page 5 of 7

Well Number: 1H

| Top Depth | Bottom Depth | Mud Type | Min Weight (Ibs/gal) | Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | Hd | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|--------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 0 | 375 | SPUD MUD | 8.6 | 8.8 | | | | | | | |
| 375 | 1350 | SALT SATURATED | 10 | 10 | | | | | | - | |
| 1350 | 8998 | WATER-BASED MUD | 8.6 | 9.5 | | | | | | | |
| 8998 | 9247 | OIL-BASED MUD | 8.6 | 10 | | | | | | | |

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures: Will run GR/CNL from KOP (8708') to surface

List of open and cased hole logs run in the well:

CNL,DS,GR,MWD,MUDLOG

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4808

Anticipated Bottom Hole Temperature(F): 150

Anticipated Surface Pressure: 2773.66

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

H2S_Plan_20190703134750.doc

Well Number: 1H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Normandy_31_32_B3LI_Fed_Com__1H_Dir_plan_20190703153819.pdf

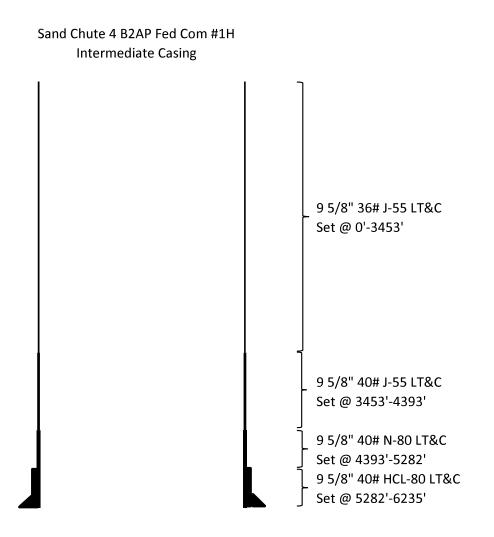
Normandy_31_32_B3LI_Fed_Com__1H_Dir_plot_20190703153820.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Normandy_31_32_B3LI_Fed_Com_1H_Add_Info_20190703153841.pdf

Other Variance attachment:



| | SF | SF | SF Jt | SF Body |
|------------|----------|-------|---------|---------|
| Casing | Collapse | Burst | Tension | Tension |
| 36# J-55 | 1.13 | 1.96 | 1.92 | 4.54 |
| 40# J-55 | 1.13 | 1.73 | 4.67 | 16.75 |
| 40# N-80 | 1.13 | 2.09 | 10.00 | 25.76 |
| 40# HCL-80 | 1.30 | 1.77 | 21.96 | 24.03 |

| Hole | Casing Interval | | Csg. | Weight | Grade | Conn. | SF | SF | SF Jt | SF Body |
|--------|-----------------|--------|---------|--------|----------|----------|----------|--------|---------|---------|
| Size | From | То | Size | (lbs) | | | Collapse | Burst | Tension | Tension |
| 26" | 0' | 375' | 20" | 94 | J55 | BTC | 3.03 | 12.296 | 39.77 | 41.986 |
| 17.5" | 0' | 1350' | 13.375" | 48 | H40 | STC | 1.25 | 2.8 | 4.97 | 8.35 |
| 12.25" | 0' | 3020' | 9.625" | 36 | J55 | LTC | 1.29 | 2.24 | 4.17 | 5.19 |
| 8.75" | 0' | 9423' | 7" | 26 | HCP110 | LTC | 1.36 | 2.18 | 2.83 | 3.37 |
| 6.125" | 8830' | 19314' | 4.5" | 13.5 | P110 | LTC | 1.8 | 2.09 | 2.39 | 2.98 |
| | | | | BL | M Minimu | m Safety | 1.125 | 1 | 1.6 Dry | 1.6 Dry |
| | | | | Factor | | | | | 1.8 Wet | 1.8 Wet |

| | 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? | Y |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | Y |
| Is well within the designated 4 string boundary. | Y |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd 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 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | Y |
| If yes, are there two strings cemented to surface? | Y |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |

| Hole | Casing Interval | | Csg. | Weight | Grade | Conn. | SF | SF | SF Jt | SF Body |
|--------|-----------------|--------|---------|--------------------|--------|-------|----------|--------|---------|---------|
| Size | From | То | Size | (lbs) | | | Collapse | Burst | Tension | Tension |
| 26" | 0' | 375' | 20" | 94 | J55 | BTC | 3.03 | 12.296 | 39.77 | 41.986 |
| 17.5" | 0' | 1350' | 13.375" | 48 | H40 | STC | 1.25 | 2.8 | 4.97 | 8.35 |
| 12.25" | 0' | 3020' | 9.625" | 36 | J55 | LTC | 1.29 | 2.24 | 4.17 | 5.19 |
| 8.75" | 0' | 9300' | 7" | 26 | HCP110 | LTC | 1.4 | 2.24 | 2.87 | 3.43 |
| 6.125" | 8708' | 19432' | 4.5" | 13.5 | P110 | LTC | 1.85 | 2.15 | 2.33 | 2.91 |
| | | | | BLM Minimum Safety | | | 1.125 | 1 | 1.6 Dry | 1.6 Dry |
| | | | | Factor | | | | | 1.8 Wet | 1.8 Wet |

| | 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? | Y |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | Y |
| Is well within the designated 4 string boundary. | Y |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd 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 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | Y |
| If yes, are there two strings cemented to surface? | Y |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |

| Hole | Casing Interval | | Csg. | Weight | Grade | Conn. | SF | SF | SF Jt | SF Body |
|--------|-----------------|--------|---------|--------------------|--------|-------|----------|--------|---------|---------|
| Size | From | То | Size | (lbs) | | | Collapse | Burst | Tension | Tension |
| 26" | 0' | 375' | 20" | 94 | J55 | BTC | 3.03 | 12.296 | 39.77 | 41.986 |
| 17.5" | 0' | 1350' | 13.375" | 48 | H40 | STC | 1.25 | 2.8 | 4.97 | 8.35 |
| 12.25" | 0' | 3020' | 9.625" | 36 | J55 | LTC | 1.29 | 2.24 | 4.17 | 5.19 |
| 8.75" | 0' | 9300' | 7" | 26 | HCP110 | LTC | 1.4 | 2.24 | 2.87 | 3.43 |
| 6.125" | 8708' | 19432' | 4.5" | 13.5 | P110 | LTC | 1.85 | 2.15 | 2.33 | 2.91 |
| | | | | BLM Minimum Safety | | | 1.125 | 1 | 1.6 Dry | 1.6 Dry |
| | | | | Factor | | | | | 1.8 Wet | 1.8 Wet |

| | 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? | Y |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | Y |
| Is well within the designated 4 string boundary. | Y |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd 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 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | Y |
| If yes, are there two strings cemented to surface? | Y |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |

| Hole | Casing | Interval | Csg. | Weight | Grade | Conn. | SF | SF | SF Jt | SF Body |
|--------|--------|----------|---------|--------|----------|----------|----------|--------|---------|---------|
| Size | From | То | Size | (lbs) | | | Collapse | Burst | Tension | Tension |
| 26" | 0' | 375' | 20" | 94 | J55 | BTC | 3.03 | 12.296 | 39.77 | 41.986 |
| 17.5" | 0' | 1350' | 13.375" | 48 | H40 | STC | 1.25 | 2.8 | 4.97 | 8.35 |
| 12.25" | 0' | 3020' | 9.625" | 36 | J55 | LTC | 1.29 | 2.24 | 4.17 | 5.19 |
| 8.75" | 0' | 9300' | 7" | 26 | HCP110 | LTC | 1.4 | 2.24 | 2.87 | 3.43 |
| 6.125" | 8708' | 19432' | 4.5" | 13.5 | P110 | LTC | 1.85 | 2.15 | 2.33 | 2.91 |
| | | | | BL | M Minimu | m Safety | 1.125 | 1 | 1.6 Dry | 1.6 Dry |
| | | | | | | Factor | | | 1.8 Wet | 1.8 Wet |

| | 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? | Y |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | Y |
| Is well within the designated 4 string boundary. | Y |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd 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 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | Y |
| If yes, are there two strings cemented to surface? | Y |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |

| Hole | Casing | Interval | Csg. | Weight | Grade | Conn. | SF | SF | SF Jt | SF Body |
|--------|--------|----------|---------|--------|----------|----------|----------|--------|---------|---------|
| Size | From | То | Size | (lbs) | | | Collapse | Burst | Tension | Tension |
| 26" | 0' | 375' | 20" | 94 | J55 | BTC | 3.03 | 12.296 | 39.77 | 41.986 |
| 17.5" | 0' | 1350' | 13.375" | 48 | H40 | STC | 1.25 | 2.8 | 4.97 | 8.35 |
| 12.25" | 0' | 3020' | 9.625" | 36 | J55 | LTC | 1.29 | 2.24 | 4.17 | 5.19 |
| 8.75" | 0' | 9300' | 7" | 26 | HCP110 | LTC | 1.4 | 2.24 | 2.87 | 3.43 |
| 6.125" | 8708' | 19432' | 4.5" | 13.5 | P110 | LTC | 1.85 | 2.15 | 2.33 | 2.91 |
| | | | | BL | M Minimu | m Safety | 1.125 | 1 | 1.6 Dry | 1.6 Dry |
| | | | | | | Factor | | | 1.8 Wet | 1.8 Wet |

| | 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? | Y |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | Y |
| Is well within the designated 4 string boundary. | Y |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd 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 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | Y |
| If yes, are there two strings cemented to surface? | Y |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |

| Hole | Casing | Interval | Csg. | Weight | Grade | Conn. | SF | SF | SF Jt | SF Body |
|--------|--------|----------|---------|--------|----------|----------|----------|--------|---------|---------|
| Size | From | То | Size | (lbs) | | | Collapse | Burst | Tension | Tension |
| 26" | 0' | 375' | 20" | 94 | J55 | BTC | 3.03 | 12.296 | 39.77 | 41.986 |
| 17.5" | 0' | 1350' | 13.375" | 48 | H40 | STC | 1.25 | 2.8 | 4.97 | 8.35 |
| 12.25" | 0' | 3020' | 9.625" | 36 | J55 | LTC | 1.29 | 2.24 | 4.17 | 5.19 |
| 8.75" | 0' | 9300' | 7" | 26 | HCP110 | LTC | 1.4 | 2.24 | 2.87 | 3.43 |
| 6.125" | 8708' | 19432' | 4.5" | 13.5 | P110 | LTC | 1.85 | 2.15 | 2.33 | 2.91 |
| | | | | BL | M Minimu | m Safety | 1.125 | 1 | 1.6 Dry | 1.6 Dry |
| | | | | | | Factor | | | 1.8 Wet | 1.8 Wet |

| | 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? | Y |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | Y |
| Is well within the designated 4 string boundary. | Y |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd 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 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | Y |
| If yes, are there two strings cemented to surface? | Y |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |

Hydrogen Sulfide Drilling Operations Plan Mewbourne Oil Company

1. General Requirements

Rule 118 does not apply to this well because MOC has researched this area and no high concentrations of H2S were found. MOC will have on location and working all H2S safety equipment before the Delaware formation for purposes of safety and insurance requirements.

2. Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will have received training from a qualified instructor in the following areas prior to entering the drilling pad area of the well:

- 1. The hazards and characteristics of hydrogen sulfide gas.
- 2. The proper use of personal protective equipment and life support systems.
- 3. The proper use of hydrogen sulfide detectors, alarms, warning systems, briefing areas, evacuation procedures.
- 4. The proper techniques for first aid and rescue operations.

Additionally, supervisory personnel will be trained in the following areas:

- 1 The effects of hydrogen sulfide on metal components. If high tensile tubular systems are utilized, supervisory personnel will be trained in their special maintenance requirements.
- 2 Corrective action and shut in procedures, blowout prevention, and well control procedures while drilling a well.
- 3 The contents of the Hydrogen Sulfide Drilling Operations Plan.

There will be an initial training session prior to encountering a know hydrogen sulfide source. The initial training session shall include a review of the site specific Hydrogen Sulfide Drilling Operations Plan.

3. Hydrogen Sulfide Safety Equipment and Systems

All hydrogen sulfide safety equipment and systems will be installed, tested, and operational prior to drilling below the 9 5/8" intermediate casing.

Well Control Equipment

1.

- A. Choke manifold with minimum of one adjustable choke/remote choke.
- B. Blowout preventers equipped with blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- C. Auxiliary equipment including annular type blowout preventer.
- 2. <u>Protective Equipment for Essential Personnel</u> Thirty minute self contained work unit located in the dog house and at briefing areas.

Additionally: If H2S is encountered in concentrations less than 10 ppm, fans will be placed in work areas to prevent the accumulation of hazardous amounts of poisonous gas. If higher concentrations of H2S are detected the well will be shut in and a rotating head, mud/gas separator, remote choke and flare line with igniter will be installed.

3. <u>Hydrogen Sulfide Protection and Monitoring Equipment</u>

Two portable hydrogen sulfide monitors positioned on location for optimum coverage and detection. The units shall have audible sirens to notify personnel when hydrogen sulfide levels exceed 20 PPM.

4. <u>Visual Warning Systems</u>

A. Wind direction indicators as indicated on the wellsite diagram.B. Caution signs shall be posted on roads providing access to location. Signs shall be painted a high visibility color with lettering of sufficient size to be readable at reasonable distances from potentially contaminated areas.

4. Mud Program

The mud program has been designed to minimize the amount of hydrogen sulfide entrained in the mud system. Proper mud weight, safe drilling practices, and the use of hydrogen sulfide scavengers will minimize hazards while drilling the well.

5. Metallurgy

All tubular systems, wellheads, blowout preventers, drilling spools, kill lines, choke manifolds, and valves shall be suitable for service in a hydrogen sulfide environment when chemically treated.

6. Communications

State & County Officials phone numbers are posted on rig floor and supervisors trailer. Communications in company vehicles and toolpushers are either two way radios or cellular phones.

7. Well Testing

Drill stem testing is not an anticipated requirement for evaluation of this well. If a drill stem test is required, it will be conducted with a minimum number of personnel in the immediate vicinity. The test will be conducted during daylight hours only.

8. Emergency Phone Numbers

| Eddy County Sheriff's Office | 911 or 575-887-7551 |
|--|--------------------------|
| Ambulance Service | 911 or 575-885-2111 |
| Carlsbad Fire Dept | 911 or 575-885-2111 |
| Loco Hills Volunteer Fire Dept. | 911 or 575-677-3266 |
| Closest Medical Facility - Columbia Medical Center | of Carlsbad 575-492-5000 |

| Mewbourne Oil Company | Hobbs District Office | 575-393-5905 |
|-------------------------|-----------------------|--------------|
| | Fax | 575-397-6252 |
| | 2 nd Fax | 575-393-7259 |
| | | |
| District Manager | Robin Terrell | 575-390-4816 |
| Drilling Superintendent | Frosty Lathan | 575-390-4103 |
| | Bradley Bishop | 575-390-6838 |
| | | |

Mewbourne Oil Company

Eddy County, New Mexico Normandy 31/32 B3LI Fed Com #1H SHL: 2549 FSL & 360 FWL, Sec 31 T20S, R29E, Sec 31 BHL: 1340' FSL & 100' FEL, Sec 32

Plan: Design #1

Standard Planning Report

02 July, 2019

| Database: Company: Project: Site: Well: Wellbore: Design: | Hobbs Mewbourne Oil (Eddy County, Ne Normandy 31/32 SHL: 2549 FSL BHL: 1340' FSL Design #1 | ew Mexico 2 B3LI Fed (& 360 FWL, | Sec 31 | | TVD Refer MD Refere North Refe | ence: | | WELL @ 3260 | y 31/32 B3LI Fea 0.0usft (Original ' 0.0usft (Original ' vature | Well Elev) |
|---|---|---|---------------------------------------|-----------|--------------------------------------|--|--|-----------------------------|--|--------------------------------------|
| Project | Eddy County, Ne | w Mexico | | | | | | | | |
| Geo Datum: | US State Plane 19 NAD 1927 (NADC(New Mexico East 3 | ON CONUS | , | s | System Dat | um: | N | lean Sea Level | | |
| Site | Normandy 31/32 | B3LI Fed C | om #1H | | | | | | | |
| Site Position: From: Position Uncertainty: | Мар | 0.0 usft | Northing: Easting: Slot Radius: | | | 495.00 usft 580.00 usft 13-3/16 '' | Latitude: Longitude: Grid Conver | gence: | | 32.5294384 -103.9875201 0.19 ° |
| Well | SHL: 2549 FSL & | 360 FWL, 8 | Sec 31 | | | | | | | |
| Well Position | +N/-S +E/-W | 0.0 usft 0.0 usft | Northing: Easting: | | | 556,495.00 606,580.00 | Dusft Lo | titude: ngitude: | | 32.5294384 -103.9875201 |
| Position Uncertainty | | 0.0 usft | Wellhead E | levation: | | 3,260.0 | Justt Gr | ound Level: | | 3,233.0 usft |
| Wellbore | BHL: 1340' FSL | & 100' FEL, | Sec 32 | | | | | | | |
| Magnetics | Model Name | | Sample Date | | Declina (°) | tion | - | Angle (°) | | Strength nT) |
| | IGRF200 | 510 | 12/31/200 | 9 | | 7.96 | | 60.45 | | 48,932 |
| Design | Design #1 | | | | | | | | | |
| Audit Notes: Version: | | | Phase: | PRO | TOTYPE | Tie | e On Depth: | | 0.0 | |
| Vertical Section: | | - | rom (TVD) ısft) | | +N/-S (usft) | | E/-W Jsft) | D | irection (°) | |
| | | | 0.0 | | 0.0 | | 0.0 | | 96.79 | |
| Plan Sections | | | | | | | | | | |
| Measured Depth Inclin (usft) (° | | Vertio Dep (ust | th +N/-S | | +E/-W (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) | TFO (°) | Target |
| 0.0 | 0.00 0 | .00 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 | 0.00 | |

| Database: | Hobbs | Local Co-ordinate Reference: | Site Normandy 31/32 B3LI Fed Com #1H |
|-----------|-----------------------------------|------------------------------|--|
| Company: | Mewbourne Oil Company | TVD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Project: | Eddy County, New Mexico | MD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Site: | Normandy 31/32 B3LI Fed Com #1H | North Reference: | Grid |
| Well: | SHL: 2549 FSL & 360 FWL, Sec 31 | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | BHL: 1340' FSL & 100' FEL, Sec 32 | | |
| Design: | Design #1 | | |

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 0.0 | 0.00 | 0.00 | 0.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| SHL: 2549 | ' FSL & 360' FWL | (31) | | | | | | | |
| 100.0 | | 0.00 | 100.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 200.0 | | 0.00 | 200.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 300.0 | | 0.00 | 300.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 400.0 | | 0.00 | 400.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 500.0 | | 0.00 | 500.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 600.0 | 0.00 | 0.00 | 600.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 700.0 | 0.00 | 0.00 | 700.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 800.0 | 0.00 | 0.00 | 800.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 900.0 | 0.00 | 0.00 | 900.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1 000 0 | 0.00 | 0.00 | 1 000 0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,000.0 | | 0.00 | 1,000.0 | | 0.0 | 0.0 | 0.00 | | |
| 1,100.0 | | 0.00 | 1,100.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,200.0 | | 0.00 | 1,200.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,300.0 | | 0.00 | 1,300.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,400.0 | 0.00 | 0.00 | 1,400.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,500.0 | 0.00 | 0.00 | 1,500.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,600.0 | | 0.00 | 1,600.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,700.0 | | 0.00 | 1,700.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,800.0 | | 0.00 | 1,800.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 1,900.0 | | 0.00 | 1,900.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 2,000.0 | | 0.00 | 2,000.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,100.0 | | 0.00 | 2,100.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,200.0 | | 0.00 | 2,200.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,300.0 | 0.00 | 0.00 | 2,300.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,400.0 | 0.00 | 0.00 | 2,400.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,500.0 | 0.00 | 0.00 | 2,500.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| , | | | , | 0.0 | | | | | |
| 2,600.0 | | 0.00 | 2,600.0 | | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,700.0 | | 0.00 | 2,700.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,800.0 | | 0.00 | 2,800.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 2,900.0 | 0.00 | 0.00 | 2,900.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 3,000.0 | 0.00 | 0.00 | 3,000.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 3,020.0 | 0.00 | 0.00 | 3,020.0 | 0.0 | 0.0 | 0.0 | 0.00 | 0.00 | 0.00 |
| 3,100.0 | | 196.67 | 3,100.0 | -0.8 | -0.2 | -0.1 | 1.50 | 1.50 | 0.00 |
| 3,200.0 | | 196.67 | 3,199.9 | -4.1 | -1.2 | -0.7 | 1.50 | 1.50 | 0.00 |
| 3,300.0 | | 196.67 | 3,299.7 | -9.8 | -2.9 | -1.8 | 1.50 | 1.50 | 0.00 |
| | | | | | | | | | |
| 3,400.0 | | 196.67 | 3,399.4 | -18.1 | -5.4 | -3.2 | 1.50 | 1.50 | 0.00 |
| 3,500.0 | | 196.67 | 3,498.7 | -28.9 | -8.6 | -5.2 | 1.50 | 1.50 | 0.00 |
| 3,600.0 | | 196.67 | 3,597.8 | -42.1 | -12.6 | -7.5 | 1.50 | 1.50 | 0.00 |
| 3,700.0 | | 196.67 | 3,696.4 | -57.8 | -17.3 | -10.4 | 1.50 | 1.50 | 0.00 |
| 3,800.0 |) 11.70 | 196.67 | 3,794.6 | -76.0 | -22.8 | -13.6 | 1.50 | 1.50 | 0.00 |
| 3,900.0 |) 13.20 | 196.67 | 3,892.2 | -96.7 | -28.9 | -17.3 | 1.50 | 1.50 | 0.00 |
| 4,000.0 | | 196.67 | 3,989.3 | -119.8 | -35.9 | -21.5 | 1.50 | 1.50 | 0.00 |
| 4,000.0 | | 196.67 | 4,058.1 | -113.0 | -41.2 | -24.7 | 1.50 | 1.50 | 0.00 |
| 4,071.3 | | 196.67 | 4,085.7 | -145.2 | -41.2 | -24.7 | 0.00 | 0.00 | 0.00 |
| 4,100.0 | | 196.67 | 4,085.7 4,181.9 | -145.2 | -43.5 | -20.0 | 0.00 | 0.00 | 0.00 |
| 4,200.0 | , 15.77 | 10.001 | | -1/1.2 | -01.0 | -30.7 | | 0.00 | 0.00 |
| 4,300.0 |) 15.77 | 196.67 | 4,278.2 | -197.3 | -59.1 | -35.3 | 0.00 | 0.00 | 0.00 |
| 4,400.0 |) 15.77 | 196.67 | 4,374.4 | -223.3 | -66.9 | -40.0 | 0.00 | 0.00 | 0.00 |
| 4,500.0 | | 196.67 | 4,470.6 | -249.3 | -74.7 | -44.7 | 0.00 | 0.00 | 0.00 |
| 4,600.0 | | 196.67 | 4,566.9 | -275.4 | -82.5 | -49.3 | 0.00 | 0.00 | 0.00 |
| 4,700.0 | | 196.67 | 4,663.1 | -301.4 | -90.2 | -54.0 | 0.00 | 0.00 | 0.00 |
| 4,800.0 | 15.77 | 196.67 | 4,759.4 | -327.4 | -98.0 | -58.7 | 0.00 | 0.00 | 0.00 |
| , | | | | | | | | | |
| 4,900.0 5,000.0 | | 196.67 | 4,855.6 | -353.5 | -105.8 | -63.3 | 0.00 | 0.00 | 0.00 |
| 5 000 0 |) 15.77 | 196.67 | 4,951.8 | -379.5 | -113.6 | -68.0 | 0.00 | 0.00 | 0.00 |

| Database: | Hobbs | Local Co-ordinate Reference: | Site Normandy 31/32 B3LI Fed Com #1H |
|-----------|-----------------------------------|------------------------------|--|
| Company: | Mewbourne Oil Company | TVD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Project: | Eddy County, New Mexico | MD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Site: | Normandy 31/32 B3LI Fed Com #1H | North Reference: | Grid |
| Well: | SHL: 2549 FSL & 360 FWL, Sec 31 | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | BHL: 1340' FSL & 100' FEL, Sec 32 | | |
| Design: | Design #1 | | |

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|---------------------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 5,100.0 | 15.77 | 196.67 | 5,048.1 | -405.5 | -121.4 | -72.6 | 0.00 | 0.00 | 0.00 |
| 5,200.0 | 15.77 | 196.67 | 5,144.3 | -431.6 | -129.2 | -77.3 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 5,300.0 | 15.77 | 196.67 | 5,240.5 | -457.6 | -137.0 | -82.0 | 0.00 | 0.00 | 0.00 |
| 5,400.0 | 15.77 | 196.67 | 5,336.8 | -483.6 | -144.8 | -86.6 | 0.00 | 0.00 | 0.00 |
| 5,500.0 | 15.77 | 196.67 | 5,433.0 | -509.7 | -152.6 | -91.3 | 0.00 | 0.00 | 0.00 |
| 5,600.0 | 15.77 | 196.67 | 5,529.2 | -535.7 | -160.4 | -96.0 | 0.00 | 0.00 | 0.00 |
| 5,700.0 | 15.77 | 196.67 | 5,625.5 | -561.8 | -168.2 | -100.6 | 0.00 | 0.00 | 0.00 |
| 5,800.0 | 15.77 | 196.67 | 5,721.7 | -587.8 | -176.0 | -105.3 | 0.00 | 0.00 | 0.00 |
| 5,900.0 | 15.77 | 196.67 | 5,818.0 | -613.8 | -183.8 | -110.0 | 0.00 | 0.00 | 0.00 |
| 6,000.0 | 15.77 | 196.67 | 5,914.2 | -639.9 | -191.6 | -114.6 | 0.00 | 0.00 | 0.00 |
| 6,100.0 | 15.77 | 196.67 | 6,010.4 | -665.9 | -199.4 | -119.3 | 0.00 | 0.00 | 0.00 |
| 6,200.0 | 15.77 | 196.67 | 6,106.7 | -691.9 | -207.2 | -124.0 | 0.00 | 0.00 | 0.00 |
| 0,200.0 | | 150.07 | 0,100.7 | -001.0 | -201.2 | -124.0 | 0.00 | 0.00 | |
| 6,300.0 | 15.77 | 196.67 | 6,202.9 | -718.0 | -215.0 | -128.6 | 0.00 | 0.00 | 0.00 |
| 6,400.0 | 15.77 | 196.67 | 6,299.1 | -744.0 | -222.8 | -133.3 | 0.00 | 0.00 | 0.00 |
| 6,500.0 | 15.77 | 196.67 | 6,395.4 | -770.0 | -230.6 | -137.9 | 0.00 | 0.00 | 0.00 |
| 6,600.0 | 15.77 | 196.67 | 6,491.6 | -796.1 | -238.4 | -142.6 | 0.00 | 0.00 | 0.00 |
| 6,700.0 | 15.77 | 196.67 | 6,587.8 | -822.1 | -246.2 | -147.3 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 6,800.0 | 15.77 | 196.67 | 6,684.1 | -848.1 | -253.9 | -151.9 | 0.00 | 0.00 | 0.00 |
| 6,900.0 | 15.77 | 196.67 | 6,780.3 | -874.2 | -261.7 | -156.6 | 0.00 | 0.00 | 0.00 |
| 7,000.0 | 15.77 | 196.67 | 6,876.5 | -900.2 | -269.5 | -161.3 | 0.00 | 0.00 | 0.00 |
| 7,100.0 | 15.77 | 196.67 | 6,972.8 | -926.2 | -277.3 | -165.9 | 0.00 | 0.00 | 0.00 |
| 7,200.0 | 15.77 | 196.67 | 7,069.0 | -952.3 | -285.1 | -170.6 | 0.00 | 0.00 | 0.00 |
| 7,300.0 | 15.77 | 196.67 | 7,165.3 | -978.3 | -292.9 | -175.3 | 0.00 | 0.00 | 0.00 |
| · · · · · · · · · · · · · · · · · · · | 15.77 | | | | | -175.5 | 0.00 | 0.00 | 0.00 |
| 7,400.0 | | 196.67 | 7,261.5 | -1,004.3 | -300.7 | | | | |
| 7,500.0 | 15.77 | 196.67 | 7,357.7 | -1,030.4 | -308.5 | -184.6 | 0.00 | 0.00 | 0.00 |
| 7,600.0 | 15.77 | 196.67 | 7,454.0 | -1,056.4 | -316.3 | -189.2 | 0.00 | 0.00 | 0.00 |
| 7,657.1 | 15.77 | 196.67 | 7,508.9 | -1,071.3 | -320.8 | -191.9 | 0.00 | 0.00 | 0.00 |
| 7,700.0 | 15.13 | 196.67 | 7,550.3 | -1,082.2 | -324.0 | -193.9 | 1.50 | -1.50 | 0.00 |
| 7,800.0 | 13.63 | 196.67 | 7,647.1 | -1,106.0 | -331.2 | -198.1 | 1.50 | -1.50 | 0.00 |
| 7,900.0 | 12.13 | 196.67 | 7,744.6 | -1,127.4 | -337.6 | -202.0 | 1.50 | -1.50 | 0.00 |
| 8,000.0 | 10.63 | 196.67 | 7,842.6 | -1,146.3 | -343.2 | -205.3 | 1.50 | -1.50 | 0.00 |
| 8,100.0 | 9.13 | 196.67 | 7,941.2 | -1,162.7 | -348.1 | -208.3 | 1.50 | -1.50 | 0.00 |
| | | | | | | | | | |
| 8,200.0 | 7.63 | 196.67 | 8,040.1 | -1,176.6 | -352.3 | -210.8 | 1.50 | -1.50 | 0.00 |
| 8,300.0 | 6.13 | 196.67 | 8,139.4 | -1,188.1 | -355.7 | -212.8 | 1.50 | -1.50 | 0.00 |
| 8,400.0 | 4.63 | 196.67 | 8,238.9 | -1,197.1 | -358.4 | -214.4 | 1.50 | -1.50 | 0.00 |
| 8,500.0 | 3.13 | 196.67 | 8,338.7 | -1,203.6 | -360.4 | -215.6 | 1.50 | -1.50 | 0.00 |
| 8,600.0 | 1.63 | 196.67 | 8,438.6 | -1,207.5 | -361.6 | -216.3 | 1.50 | -1.50 | 0.00 |
| 0 700 4 | 0.00 | 0.04 | 0 547 0 | 1 200 0 | 262.0 | 046.6 | | 1 50 | 0.00 |
| 8,708.4 | 0.00 | 0.01 | 8,547.0 | -1,209.0 | -362.0 | -216.6 | 1.50 | -1.50 | 0.00 |
| | SL & 10' FWL (3 | | | | | | | | |
| 8,725.0 | 1.99 | 89.95 | 8,563.6 | -1,209.0 | -361.7 | -216.3 | 11.98 | 11.98 | 0.00 |
| 8,750.0 | 4.98 | 89.95 | 8,588.5 | -1,209.0 | -360.2 | -214.8 | 11.98 | 11.98 | 0.00 |
| 8,775.0 | 7.98 | 89.95 | 8,613.4 | -1,209.0 | -357.4 | -212.0 | 11.98 | 11.98 | 0.00 |
| 8,800.0 | 10.98 | 89.95 | 8,638.0 | -1,209.0 | -353.3 | -207.9 | 11.98 | 11.98 | 0.00 |
| 8,825.0 | 13.97 | 89.95 | 8,662.4 | -1,209.0 | -347.9 | -202.5 | 11.98 | 11.98 | 0.00 |
| · · · · · · · · · · · · · · · · · · · | | | , | · · · | | | | | |
| 8,850.0 | 16.97 | 89.95 | 8,686.5 | -1,209.0 | -341.2 | -195.9 | 11.98 | 11.98 | 0.00 |
| 8,875.0 | 19.96 | 89.95 | 8,710.2 | -1,209.0 | -333.3 | -188.1 | 11.98 | 11.98 | 0.00 |
| 8,900.0 | 22.96 | 89.95 | 8,733.5 | -1,209.0 | -324.1 | -179.0 | 11.98 | 11.98 | 0.00 |
| 8,925.0 | 25.96 | 89.95 | 8,756.3 | -1,209.0 | -313.8 | -168.7 | 11.98 | 11.98 | 0.00 |
| 8,950.0 | 28.95 | 89.95 | 8,778.4 | -1,209.0 | -302.2 | -157.3 | 11.98 | 11.98 | 0.00 |
| 8,975.0 | 31.95 | 89.95 | 8,800.0 | -1,208.9 | -289.6 | -144.7 | 11.98 | 11.98 | 0.00 |
| 9,000.0 | 34.94 | 89.95 | 8,820.9 | -1,208.9 | -203.0 | -131.0 | 11.98 | 11.98 | 0.00 |
| 9,000.0 9,025.0 | 37.94 | 89.95 | 8,820.9 | -1,208.9 | -275.8 | -116.3 | 11.98 | 11.98 | 0.00 |
| 9,025.0 | 38.13 | 89.95 | 8,842.2 | -1,208.9 | -261.0 | -115.3 | 11.98 | 11.98 | 0.00 |
| | 50.15 | 09.90 | 0,042.2 | -1,200.8 | -200.0 | -115.5 | 11.50 | 11.50 | 0.00 |

| Database: | Hobbs | Local Co-ordinate Reference: | Site Normandy 31/32 B3LI Fed Com #1H |
|-----------|-----------------------------------|------------------------------|--|
| Company: | Mewbourne Oil Company | TVD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Project: | Eddy County, New Mexico | MD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Site: | Normandy 31/32 B3LI Fed Com #1H | North Reference: | Grid |
| Well: | SHL: 2549 FSL & 360 FWL, Sec 31 | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | BHL: 1340' FSL & 100' FEL, Sec 32 | | |
| Design: | Design #1 | | |

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|--------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 9,050.0 | 40.94 | 89.95 | 8,860.3 | -1.208.9 | -245.1 | -100.5 | 11.98 | 11.98 | 0.00 |
| 9,075.0 | 43.93 | 89.95 | 8,878.7 | -1,208.9 | -228.2 | -83.7 | 11.98 | 11.98 | 0.00 |
| 9,100.0 | 46.93 | 89.95 | 8,896.3 | -1,208.9 | -210.4 | -66.1 | 11.98 | 11.98 | 0.00 |
| 9,125.0 | 49.92 | 89.95 | 8,912.8 | -1,208.9 | -191.7 | -47.5 | 11.98 | 11.98 | 0.00 |
| 9,150.0 | 52.92 | 89.95 | 8,928.4 | -1,208.8 | -172.2 | -28.1 | 11.98 | 11.98 | 0.00 |
| | | | | -1,200.0 | -172.2 | | 11.50 | | |
| 9,175.0 | 55.91 | 89.95 | 8,943.0 | -1,208.8 | -151.8 | -7.9 | 11.98 | 11.98 | 0.00 |
| 9,200.0 | 58.91 | 89.95 | 8,956.4 | -1,208.8 | -130.8 | 13.0 | 11.98 | 11.98 | 0.00 |
| 9,225.0 | 61.91 | 89.95 | 8,968.8 | -1,208.8 | -109.0 | 34.6 | 11.98 | 11.98 | 0.00 |
| 9,250.0 | 64.90 | 89.95 | 8,980.0 | -1,208.8 | -86.7 | 56.8 | 11.98 | 11.98 | 0.00 |
| 9,275.0 | 67.90 | 89.95 | 8,990.0 | -1,208.8 | -63.8 | 79.5 | 11.98 | 11.98 | 0.00 |
| 9,300.0 | 70.89 | 89.95 | 8,998.8 | -1,208.7 | -40.4 | 102.8 | 11.98 | 11.98 | 0.00 |
| , | 70.89 | | , | , | | 102.8 | | | 0.00 |
| 9,325.0 | | 89.95 | 9,006.3 | -1,208.7 | -16.5 | | 11.98 | 11.98 | |
| 9,350.0 | 76.89 | 89.95 | 9,012.6 | -1,208.7 | 7.6 | 150.4 | 11.98 | 11.98 | 0.00 |
| 9,375.0 | 79.88 | 89.95 | 9,017.7 | -1,208.7 | 32.1 | 174.7 | 11.98 | 11.98 | 0.00 |
| 9,400.0 | 82.88 | 89.95 | 9,021.4 | -1,208.7 | 56.8 | 199.3 | 11.98 | 11.98 | 0.00 |
| 9,425.0 | 85.87 | 89.95 | 9,023.9 | -1,208.6 | 81.7 | 224.0 | 11.98 | 11.98 | 0.00 |
| 9,448.3 | 88.67 | 89.95 | 9,025.0 | -1,208.6 | 105.0 | 247.1 | 11.98 | 11.98 | 0.00 |
| | SL & 465' FWL (3 | | | | | | | | |
| 9,448.8 | 88.73 | 89.95 | 9,025.0 | -1,208.6 | 105.5 | 247.6 | 11.98 | 11.98 | 0.00 |
| 9,500.0 | 88.73 | 89.95 | 9,026.1 | -1,208.6 | 156.7 | 298.4 | 0.00 | 0.00 | 0.00 |
| 9,600.0 | 88.73 | 89.95 | 9,028.4 | -1,208.5 | 256.7 | 397.7 | 0.00 | 0.00 | 0.00 |
| 9,000.0 | 00.75 | 09.95 | 9,020.4 | -1,200.5 | 250.7 | 591.1 | 0.00 | 0.00 | 0.00 |
| 9,700.0 | 88.73 | 89.95 | 9,030.6 | -1,208.4 | 356.6 | 496.9 | 0.00 | 0.00 | 0.00 |
| 9,800.0 | 88.73 | 89.95 | 9,032.8 | -1,208.3 | 456.6 | 596.2 | 0.00 | 0.00 | 0.00 |
| 9,900.0 | 88.73 | 89.95 | 9,035.0 | -1,208.2 | 556.6 | 695.5 | 0.00 | 0.00 | 0.00 |
| 10,000.0 | 88.73 | 89.95 | 9,037.3 | -1,208.2 | 656.6 | 794.7 | 0.00 | 0.00 | 0.00 |
| 10,100.0 | 88.73 | 89.95 | 9,039.5 | -1,208.1 | 756.5 | 894.0 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 10,200.0 | 88.73 | 89.95 | 9,041.7 | -1,208.0 | 856.5 | 993.3 | 0.00 | 0.00 | 0.00 |
| 10,300.0 | 88.73 | 89.95 | 9,043.9 | -1,207.9 | 956.5 | 1,092.5 | 0.00 | 0.00 | 0.00 |
| 10,304.5 | 88.73 | 89.95 | 9,044.0 | -1,207.9 | 961.0 | 1,097.0 | 0.00 | 0.00 | 0.00 |
| PPP2: 1340 | ' FSL & 1321' FW | /L (31) | | | | | | | |
| 10,400.0 | 88.73 | 89.95 | 9,046.2 | -1,207.8 | 1,056.5 | 1,191.8 | 0.00 | 0.00 | 0.00 |
| 10,500.0 | 88.73 | 89.95 | 9,048.4 | -1,207.8 | 1,156.4 | 1,291.1 | 0.00 | 0.00 | 0.00 |
| 10 600 0 | 00 72 | 89.95 | 0.050.6 | -1,207.7 | 1 256 4 | 1 200 2 | 0.00 | 0.00 | 0.00 |
| 10,600.0 10,700.0 | 88.73 88.73 | 89.95 89.95 | 9,050.6 9,052.8 | -1,207.7 | 1,256.4 1,356.4 | 1,390.3 1,489.6 | 0.00 0.00 | 0.00 | 0.00 |
| | | | | | | | | 0.00 | |
| 10,800.0 | 88.73 | 89.95 | 9,055.0 | -1,207.5 | 1,456.4 | 1,588.9 | 0.00 | | 0.00 |
| 10,900.0 | 88.73 | 89.95 | 9,057.3 | -1,207.4 | 1,556.3 | 1,688.1 | 0.00 | 0.00 | 0.00 |
| 11,000.0 | 88.73 | 89.95 | 9,059.5 | -1,207.3 | 1,656.3 | 1,787.4 | 0.00 | 0.00 | 0.00 |
| 11,100.0 | 88.73 | 89.95 | 9,061.7 | -1,207.3 | 1,756.3 | 1,886.6 | 0.00 | 0.00 | 0.00 |
| 11,200.0 | 88.73 | 89.95 | 9,063.9 | -1,207.2 | 1,856.3 | 1,985.9 | 0.00 | 0.00 | 0.00 |
| 11,300.0 | 88.73 | 89.95 | 9,066.2 | -1,207.1 | 1,956.2 | 2,085.2 | 0.00 | 0.00 | 0.00 |
| 11,400.0 | 88.73 | 89.95 | 9,068.4 | -1,207.0 | 2,056.2 | 2,184.4 | 0.00 | 0.00 | 0.00 |
| 11,500.0 | 88.73 | 89.95 | 9,070.6 | -1,206.9 | 2,156.2 | 2,283.7 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 11,600.0 | 88.73 | 89.95 | 9,072.8 | -1,206.8 | 2,256.2 | 2,383.0 | 0.00 | 0.00 | 0.00 |
| 11,700.0 | 88.73 | 89.95 | 9,075.1 | -1,206.8 | 2,356.1 | 2,482.2 | 0.00 | 0.00 | 0.00 |
| 11,800.0 | 88.73 | 89.95 | 9,077.3 | -1,206.7 | 2,456.1 | 2,581.5 | 0.00 | 0.00 | 0.00 |
| 11,900.0 | 88.73 | 89.95 | 9,079.5 | -1,206.6 | 2,556.1 | 2,680.8 | 0.00 | 0.00 | 0.00 |
| 11,986.9 | 88.73 | 89.95 | 9,081.4 | -1,206.5 | 2,643.0 | 2,767.1 | 0.00 | 0.00 | 0.00 |
| PPP3: 1340 | ' FSL & 2643' FW | /L (31) | | | | | | | |
| 10 000 0 | 00 70 | 00.05 | 0 0 0 1 7 | 1 206 5 | 2 6 6 6 4 | 2 700 0 | 0.00 | 0.00 | 0.00 |
| 12,000.0 | 88.73 | 89.95 | 9,081.7 | -1,206.5 | 2,656.1 | 2,780.0 | 0.00 | 0.00 | 0.00 |
| 12,100.0 | 88.73 | 89.95 | 9,084.0 | -1,206.4 | 2,756.0 | 2,879.3 | 0.00 | 0.00 | 0.00 |
| 12,200.0 | 88.73 | 89.95 | 9,086.2 | -1,206.4 | 2,856.0 | 2,978.6 | 0.00 | 0.00 | 0.00 |
| 12,300.0 | 88.73 | 89.95 | 9,088.4 | -1,206.3 | 2,956.0 | 3,077.8 | 0.00 | 0.00 | 0.00 |
| 12,400.0 | 88.73 | 89.95 | 9,090.6 | -1,206.2 | 3,056.0 | 3,177.1 | 0.00 | 0.00 | 0.00 |

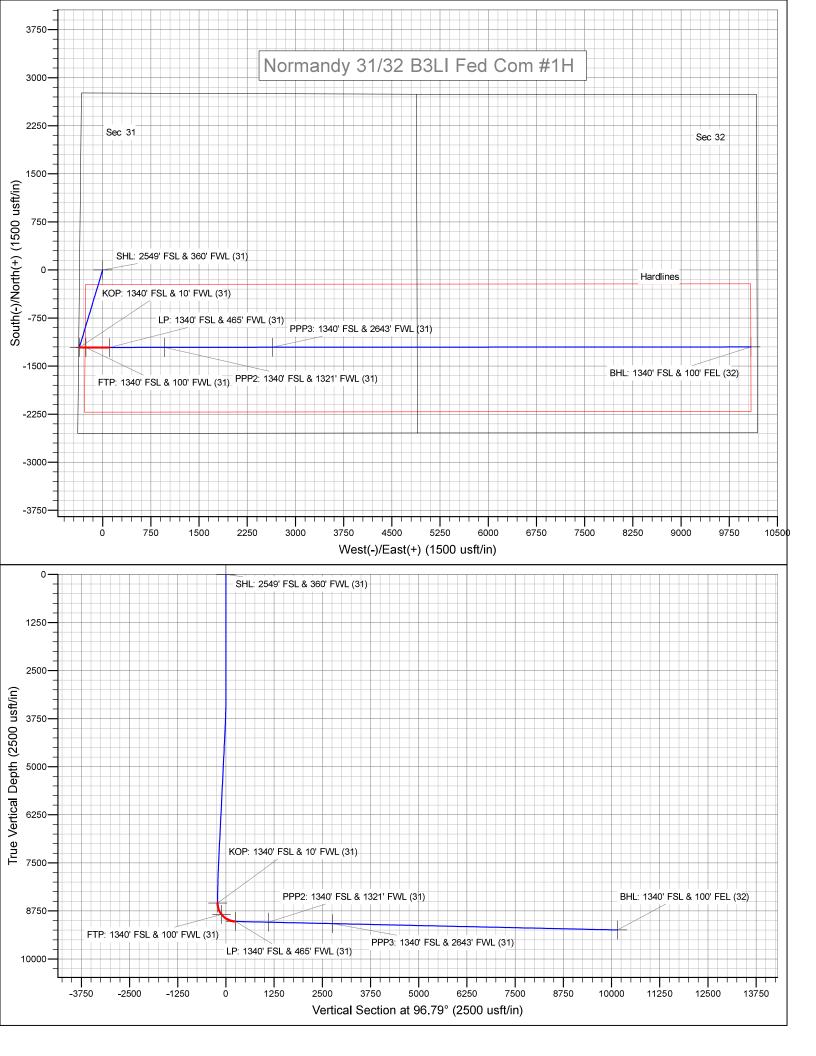
| Database: | Hobbs | Local Co-ordinate Reference: | Site Normandy 31/32 B3LI Fed Com #1H |
|-----------|-----------------------------------|------------------------------|--|
| Company: | Mewbourne Oil Company | TVD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Project: | Eddy County, New Mexico | MD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Site: | Normandy 31/32 B3LI Fed Com #1H | North Reference: | Grid |
| Well: | SHL: 2549 FSL & 360 FWL, Sec 31 | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | BHL: 1340' FSL & 100' FEL, Sec 32 | | |
| Design: | Design #1 | | |

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|--------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 12,500.0 | 88.73 | 89.95 | 9,092.9 | -1,206.1 | 3,155.9 | 3,276.4 | 0.00 | 0.00 | 0.00 |
| 12,600.0 | 88.73 | 89.95 | 9,095.1 | -1,206.0 | 3,255.9 | 3,375.6 | 0.00 | 0.00 | 0.00 |
| 12,700.0 | 88.73 | 89.95 | 9,097.3 | -1,205.9 | 3,355.9 | 3,474.9 | 0.00 | 0.00 | 0.00 |
| 12,800.0 | 88.73 | 89.95 | 9,099.5 | -1,205.9 | 3,455.9 | 3,574.1 | 0.00 | 0.00 | 0.00 |
| 12,800.0 | 88.73 | 89.95 | 9,101.7 | -1,205.8 | 3,455.8 | 3,673.4 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 13,000.0 | 88.73 | 89.95 | 9,104.0 | -1,205.7 | 3,655.8 | 3,772.7 | 0.00 | 0.00 | 0.00 |
| 13,100.0 | 88.73 | 89.95 | 9,106.2 | -1,205.6 | 3,755.8 | 3,871.9 | 0.00 | 0.00 | 0.00 |
| 13,200.0 | 88.73 | 89.95 | 9,108.4 | -1,205.5 | 3,855.8 | 3,971.2 | 0.00 | 0.00 | 0.00 |
| 13,300.0 | 88.73 | 89.95 | 9,110.6 | -1,205.4 | 3,955.7 | 4,070.5 | 0.00 | 0.00 | 0.00 |
| 13,400.0 | 88.73 | 89.95 | 9,112.9 | -1,205.4 | 4,055.7 | 4,169.7 | 0.00 | 0.00 | 0.00 |
| 13,500.0 | 88.73 | 89.95 | 9,115.1 | -1,205.3 | 4,155.7 | 4,269.0 | 0.00 | 0.00 | 0.00 |
| 13,600.0 | 88.73 | 89.95 | 9,117.3 | -1,205.2 | 4,255.7 | 4,368.3 | 0.00 | 0.00 | 0.00 |
| 13,700.0 | 88.73 | 89.95 | 9,119.5 | -1,205.2 | 4,355.6 | 4,300.5 | 0.00 | 0.00 | 0.00 |
| 13,800.0 | 88.73 | 89.95 | 9,121.8 | -1,205.0 | 4,455.6 | 4,566.8 | 0.00 | 0.00 | 0.00 |
| 13,900.0 | 88.73 | 89.95 | 9,124.0 | -1,205.0 | 4,455.6 | 4,566.1 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 14,000.0 | 88.73 | 89.95 | 9,126.2 | -1,204.9 | 4,655.6 | 4,765.3 | 0.00 | 0.00 | 0.00 |
| 14,100.0 | 88.73 | 89.95 | 9,128.4 | -1,204.8 | 4,755.5 | 4,864.6 | 0.00 | 0.00 | 0.00 |
| 14,200.0 | 88.73 | 89.95 | 9,130.7 | -1,204.7 | 4,855.5 | 4,963.9 | 0.00 | 0.00 | 0.00 |
| 14,300.0 | 88.73 | 89.95 | 9,132.9 | -1,204.6 | 4,955.5 | 5,063.1 | 0.00 | 0.00 | 0.00 |
| 14,400.0 | 88.73 | 89.95 | 9,135.1 | -1,204.5 | 5,055.5 | 5,162.4 | 0.00 | 0.00 | 0.00 |
| 14,500.0 | 88.73 | 89.95 | 9,137.3 | -1.204.5 | 5,155.4 | 5,261.7 | 0.00 | 0.00 | 0.00 |
| 14,600.0 | 88.73 | 89.95 | 9,139.5 | -1,204.5 | 5,255.4 | 5,360.9 | 0.00 | 0.00 | 0.00 |
| 14,700.0 | 88.73 | 89.95 | 9,141.8 | -1,204.4 | 5,355.4 | 5,460.2 | 0.00 | 0.00 | 0.00 |
| 14,800.0 | 88.73 | 89.95 | 9,144.0 | -1,204.2 | 5,355.4 5,455.4 | 5,400.2 5,559.4 | 0.00 | 0.00 | 0.00 |
| 14,900.0 | 88.73 | 89.95 | 9,144.0 | -1,204.2 | 5,555.3 | 5,658.7 | 0.00 | 0.00 | 0.00 |
| 14,900.0 | 00.75 | 09.95 | 9,140.2 | -1,204.1 | 5,555.5 | 5,050.7 | 0.00 | 0.00 | |
| 15,000.0 | 88.73 | 89.95 | 9,148.4 | -1,204.0 | 5,655.3 | 5,758.0 | 0.00 | 0.00 | 0.00 |
| 15,100.0 | 88.73 | 89.95 | 9,150.7 | -1,204.0 | 5,755.3 | 5,857.2 | 0.00 | 0.00 | 0.00 |
| 15,200.0 | 88.73 | 89.95 | 9,152.9 | -1,203.9 | 5,855.3 | 5,956.5 | 0.00 | 0.00 | 0.00 |
| 15,300.0 | 88.73 | 89.95 | 9,155.1 | -1,203.8 | 5,955.2 | 6,055.8 | 0.00 | 0.00 | 0.00 |
| 15,400.0 | 88.73 | 89.95 | 9,157.3 | -1,203.7 | 6,055.2 | 6,155.0 | 0.00 | 0.00 | 0.00 |
| 15,500.0 | 88.73 | 89.95 | 9,159.6 | -1,203.6 | 6,155.2 | 6,254.3 | 0.00 | 0.00 | 0.00 |
| 15,600.0 | 88.73 | 89.95 | 9,161.8 | -1,203.6 | 6,255.2 | 6,353.6 | 0.00 | 0.00 | 0.00 |
| 15,700.0 | 88.73 | 89.95 | 9,164.0 | -1,203.5 | 6,355.1 | 6,452.8 | 0.00 | 0.00 | 0.00 |
| 15,800.0 | 88.73 | 89.95 | 9,166.2 | -1,203.4 | 6,455.1 | 6,552.1 | 0.00 | 0.00 | 0.00 |
| 15,900.0 | 88.73 | 89.95 | 9,168.5 | -1,203.3 | 6,555.1 | 6,651.4 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 16,000.0 | 88.73 | 89.95 | 9,170.7 | -1,203.2 | 6,655.1 | 6,750.6 | 0.00 | 0.00 | 0.00 |
| 16,100.0 | 88.73 | 89.95 | 9,172.9 | -1,203.1 | 6,755.0 | 6,849.9 | 0.00 | 0.00 | 0.00 |
| 16,200.0 | 88.73 | 89.95 | 9,175.1 | -1,203.1 | 6,855.0 | 6,949.2 | 0.00 | 0.00 | 0.00 |
| 16,300.0 | 88.73 | 89.95 | 9,177.4 | -1,203.0 | 6,955.0 | 7,048.4 | 0.00 | 0.00 | 0.00 |
| 16,400.0 | 88.73 | 89.95 | 9,179.6 | -1,202.9 | 7,055.0 | 7,147.7 | 0.00 | 0.00 | 0.00 |
| 16,500.0 | 88.73 | 89.95 | 9,181.8 | -1.202.8 | 7,154.9 | 7,246.9 | 0.00 | 0.00 | 0.00 |
| 16,600.0 | 88.73 | 89.95 | 9,184.0 | -1,202.0 | 7,254.9 | 7,346.2 | 0.00 | 0.00 | 0.00 |
| 16,700.0 | 88.73 | 89.95 | 9,186.2 | -1,202.6 | 7,354.9 | 7,340.2 | 0.00 | 0.00 | 0.00 |
| 16,800.0 | 88.73 | 89.95 | 9,188.5 | -1,202.6 | 7,454.9 | 7,544.7 | 0.00 | 0.00 | 0.00 |
| 16,900.0 | 88.73 | 89.95 | 9,190.7 | -1,202.5 | 7,554.8 | 7,644.0 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 17,000.0 | 88.73 | 89.95 | 9,192.9 | -1,202.4 | 7,654.8 | 7,743.3 | 0.00 | 0.00 | 0.00 |
| 17,100.0 | 88.73 | 89.95 | 9,195.1 | -1,202.3 | 7,754.8 | 7,842.5 | 0.00 | 0.00 | 0.00 |
| 17,200.0 | 88.73 | 89.95 | 9,197.4 | -1,202.2 | 7,854.8 | 7,941.8 | 0.00 | 0.00 | 0.00 |
| 17,300.0 | 88.73 | 89.95 | 9,199.6 | -1,202.2 | 7,954.7 | 8,041.1 | 0.00 | 0.00 | 0.00 |
| 17,400.0 | 88.73 | 89.95 | 9,201.8 | -1,202.1 | 8,054.7 | 8,140.3 | 0.00 | 0.00 | 0.00 |
| 17,500.0 | 88.73 | 89.95 | 9,204.0 | -1,202.0 | 8,154.7 | 8,239.6 | 0.00 | 0.00 | 0.00 |
| 17,600.0 | 88.73 | 89.95 | 9,206.3 | -1,202.0 | 8,254.7 | 8,338.9 | 0.00 | 0.00 | 0.00 |
| 17,000.0 | 88.73 | 89.95 | 9,208.5 | -1,201.8 | 8,354.6 | 8,438.1 | 0.00 | 0.00 | 0.00 |
| 17,800.0 | 88.73 | 89.95 | 9,210.7 | -1,201.7 | 8,454.6 | 8,537.4 | 0.00 | 0.00 | 0.00 |
| 17,000.0 | 00.75 | 09.90 | 5,210.7 | -1,201.7 | 0,404.0 | 0,007.4 | 0.00 | 0.00 | 0.00 |

| Database: | Hobbs | Local Co-ordinate Reference: | Site Normandy 31/32 B3LI Fed Com #1H |
|-----------|-----------------------------------|------------------------------|--|
| Company: | Mewbourne Oil Company | TVD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Project: | Eddy County, New Mexico | MD Reference: | WELL @ 3260.0usft (Original Well Elev) |
| Site: | Normandy 31/32 B3LI Fed Com #1H | North Reference: | Grid |
| Well: | SHL: 2549 FSL & 360 FWL, Sec 31 | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | BHL: 1340' FSL & 100' FEL, Sec 32 | | |
| Design: | Design #1 | | |

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 17,900.0 | 88.73 | 89.95 | 9,212.9 | -1,201.7 | 8,554.6 | 8,636.7 | 0.00 | 0.00 | 0.00 |
| 18,000.0 | 88.73 | 89.95 | 9,215.2 | -1,201.6 | 8,654.6 | 8,735.9 | 0.00 | 0.00 | 0.00 |
| 18,100.0 | 88.73 | 89.95 | 9,217.4 | -1,201.5 | 8,754.5 | 8,835.2 | 0.00 | 0.00 | 0.00 |
| 18,200.0 | 88.73 | 89.95 | 9,219.6 | -1,201.4 | 8,854.5 | 8,934.5 | 0.00 | 0.00 | 0.00 |
| 18,300.0 | 88.73 | 89.95 | 9,221.8 | -1,201.3 | 8,954.5 | 9,033.7 | 0.00 | 0.00 | 0.00 |
| 18,400.0 | 88.73 | 89.95 | 9,224.1 | -1,201.2 | 9,054.5 | 9,133.0 | 0.00 | 0.00 | 0.00 |
| 18,500.0 | 88.73 | 89.95 | 9,226.3 | -1,201.2 | 9,154.4 | 9,232.2 | 0.00 | 0.00 | 0.00 |
| 18,600.0 | 88.73 | 89.95 | 9,228.5 | -1,201.1 | 9,254.4 | 9,331.5 | 0.00 | 0.00 | 0.00 |
| 18,700.0 | 88.73 | 89.95 | 9,230.7 | -1,201.0 | 9,354.4 | 9,430.8 | 0.00 | 0.00 | 0.00 |
| 18,800.0 | 88.73 | 89.95 | 9,232.9 | -1,200.9 | 9,454.4 | 9,530.0 | 0.00 | 0.00 | 0.00 |
| 18,900.0 | 88.73 | 89.95 | 9,235.2 | -1,200.8 | 9,554.3 | 9,629.3 | 0.00 | 0.00 | 0.00 |
| 19,000.0 | 88.73 | 89.95 | 9,237.4 | -1,200.8 | 9,654.3 | 9,728.6 | 0.00 | 0.00 | 0.00 |
| 19,100.0 | 88.73 | 89.95 | 9,239.6 | -1,200.7 | 9,754.3 | 9,827.8 | 0.00 | 0.00 | 0.00 |
| 19,200.0 | 88.73 | 89.95 | 9,241.8 | -1,200.6 | 9,854.3 | 9,927.1 | 0.00 | 0.00 | 0.00 |
| 19,300.0 | 88.73 | 89.95 | 9,244.1 | -1,200.5 | 9,954.2 | 10,026.4 | 0.00 | 0.00 | 0.00 |
| 19,400.0 | 88.73 | 89.95 | 9,246.3 | -1,200.4 | 10,054.2 | 10,125.6 | 0.00 | 0.00 | 0.00 |
| 19,432.0 | 88.73 | 89.95 | 9,247.0 | -1,200.4 | 10,086.2 | 10,157.4 | 0.00 | 0.00 | 0.00 |

| Design Targets | | | | | | | | | |
|---|------------------|-----------------|---------------|-----------------|-----------------|--------------------|-------------------|------------|--------------|
| Target Name - hit/miss target - Shape | Dip Angle (°) | Dip Dir. (°) | TVD (usft) | +N/-S (usft) | +E/-W (usft) | Northing (usft) | Easting (usft) | Latitude | Longitude |
| SHL: 2549' FSL & 360' F - plan hits target cent - Point | 0.00 er | 0.00 | 0.0 | 0.0 | 0.0 | 556,495.00 | 606,580.00 | 32.5294384 | -103.9875201 |
| KOP: 1340' FSL & 10' F\ - plan hits target cent - Point | 0.00 er | 0.01 | 8,547.0 | -1,209.0 | -362.0 | 555,286.00 | 606,218.00 | 32.5261183 | -103.9887073 |
| FTP: 1340' FSL & 100' F - plan hits target cent - Point | 0.00 er | 0.00 | 8,842.2 | -1,208.9 | -260.0 | 555,286.09 | 606,320.00 | 32.5261176 | -103.9883764 |
| LP: 1340' FSL & 465' FV - plan hits target cent - Point | 0.00 er | 0.00 | 9,025.0 | -1,208.6 | 105.0 | 555,286.39 | 606,685.00 | 32.5261152 | -103.9871921 |
| PPP2: 1340' FSL & 1321 - plan hits target cent - Point | 0.00 er | 0.00 | 9,044.0 | -1,207.9 | 961.0 | 555,287.09 | 607,541.00 | 32.5261095 | -103.9844149 |
| PPP3: 1340' FSL & 264: - plan hits target cent - Point | 0.00 er | 0.00 | 9,081.4 | -1,206.5 | 2,643.0 | 555,288.48 | 609,223.00 | 32.5260980 | -103.9789577 |
| BHL: 1340' FSL & 100' F - plan hits target cent - Point | 0.00 er | 0.00 | 9,247.0 | -1,200.4 | 10,086.2 | 555,294.60 | 616,666.20 | 32.5260445 | -103.9548085 |



Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

GAS CAPTURE PLAN

Date: 7-3-19

 \boxtimes Original

Operator & OGRID No.: Mewbourne Oil Company - 14744

□ Amended - Reason for Amendment:

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

| Well Name | API | Well Location (ULSTR) | Footages | Expected MCF/D | Flared or Vented | Comments |
|---------------------------------|-----|--------------------------|--------------------|-------------------|---------------------|-------------------|
| Normandy 31/32 B3LI Fed Com #1H | | 3 - 31-208-29E | 2549 FSL & 360 FWL | 0 | NA | ONLINE AFTER FRAC |
| | | | | | | |

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>western</u> and will be connected to <u>western</u> low/high pressure gathering system located in <u>EDDY</u> County, New Mexico. It will require <u>3,400</u> ' of pipeline to connect the facility to low/high pressure gathering system. <u>Mewbourne Oil Company</u> provides (periodically) to <u>western</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, <u>Mewbourne Oil Company</u> and <u>western</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>western</u> Processing Plant located in Sec. <u>36</u>, Blk. <u>58 T1S</u>, <u>Culberson</u>County, Texas. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>Western</u> system at that time. Based on current information, it is <u>Operator's</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
 - Compressed Natural Gas On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines