Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INT BUREAU OF LAND MANAGE

OF THE INTERIOR	OCD Arte
A N IPN NA A N I A CHENATENITE	OCD AILE

	FURM A	APPRO	٧ED
(OMB NO). 1004-	0135
F	xpires: J	luly 31	2010
-	mpnes. s	,,	

	Expires: July 3	
,	Lease Serial No.	
	N 18 48 18 40 00 00 77	

B	UKEAU OF LAND MANA	ACIDIVIDIN I					
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.		5 Lease Serial No. NMNM08277					
		6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRI	PLICATE - Other instru	ctions on rev	erse side.		7 If Unit or CA/A	Agreement, Name and/or No	
1 Type of Well ☐ Gas Well ☐ Oth	ner		<u> </u>		8. Well Name and No AVALON RIDGE 33 FEDERAL COM 2H		
Name of Operator MEWBOURNE OIL COMPAN	Contact	JACKIE LATI	TÁN		9 API Well No. 30-015-39415		
3a. Address			o (include area code)		10. Field and Pool, or Exploratory		
• PO BOX 5270 Ph:			3-5905 -6252		BONE SPRING		
4 Location of Well (Footage, Sec., 7	, R, M, or Survey Descriptio	n)			11. County or Par	rish, and State	
Sec 33 T20S R28E NWNW 3	30FNL 345FWL				EDDY COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) T	O INDICATE	NATURE OF	NOTICE, R	EPORT, OR OT	HER DATA	
TYPE OF SUBMISSION			ТҮРЕ (OF ACTION			
Notice of Intent	☐ Acidize	□ Deep	oen	□ Produc	tion (Start/Resume	Water Shut-Off	
-	☐ Alter Casing	□ Frac	ture Treat	□ Reclam		☐ Well Integrity	
Subsequent Report	□ Casing Repair	□ New	Construction	□ Recom	plete	Other Right of Way	
Final Abandonment Notice	☐ Change Plans	_	and Abandon	_	rarily Abandon	Right of Way	
	Convert to Injection	onvert to Injection Plug Back Water Disposal		Disposal	•		
If the proposal is to deepen direction. Attach the Bond under which the wo following completion of the involved testing has been completed. Final Aldetermined that the site is ready for following. Mewbourne Oil Would like to I Eddy Co. Entire route will follow East to West route. Sec 33 (Fee) 2481.77' (150.4' Sec 32 (Fee) 2116.7' (128.3 recorded to the site is ready for following the site is ready for followin	rk will be performed or provided operations. If the operation roandonment Notices shall be final inspection.) ay a 3" SDR7 Surface grow existing lease roads and the state of	the Bond No one sults in a multiple only after all assline to a tie i	n file with BLM/E e completion or recompletion or recompletion or recompletion or recompletion in Security is being performed by the security of the security is being performed by the security of the security is being performed by the security of the security is being performed by the security of the	EIA. Required s ecompletion in a uding reclamati 32, T20S, R2 formed for the	ubsequent reports shanew interval, a Forron, have been complete.	all be filed within 30 days in 3160-4 shall be filed once	
	Electronic Submission # For MEWBOU	#134010 verifie JRNE OIL COM	PAÑY, sent to	the Carlsbad	·		
Name (Printed/Typed) JACKIE LATHAN Title AUTHORIZED REPRESENTATIVE		:					
Signature (Electronic S	Submission)		Date 03/27/	2012			
	THIS SPACE F	OR FEDERA	L OR STATE	OFFICE U	ISE		
Approved By			Title #	AM		Date cohst	
onditions of approval, if any, are attache ertify that the applicant holds legal or equilibrian would entitle the applicant to condu	uitable title to those rights in the		Office	CARLSBA	D FIELD OFFICE		
ide 19 H C C Coation 1001 and Title 42	U.S.C. Santian 1212 and a					64 11-4-1	

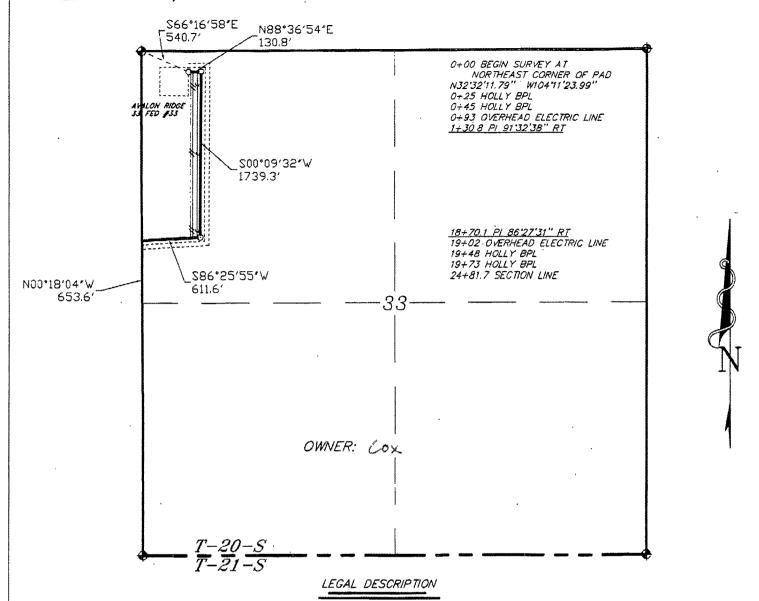
Additional data for EC transaction #134010 that would not fit on the form

32. Additional remarks, continued

Please see attached plats.

Bond on file: NM1693, Nationwide

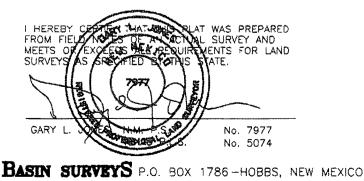
SECTION 33, TOWNSHIP 20 SOUTH, RANGE 28 EAST, N.M.P.M., NEW MEXICO. EDDY COUNTY,



A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 33, TOWNSHIP 20 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

1000

2481.7 FEET = 0.47 MILES = 150.41 RODS = 1.71 ACRES



W.O. Number: 26333 Drawn By: J. GOAD Disk: JG - 26333P Date: 3-16-2012

Sheet of Survey Date: 3-5-2012

REF: PROP. AVALON RIDGE 33 FEDERAL COM #2H PIPELINE

1000

MEWBOURNE OIL COMPANY

A PIPELINE CROSSING USA LAND IN

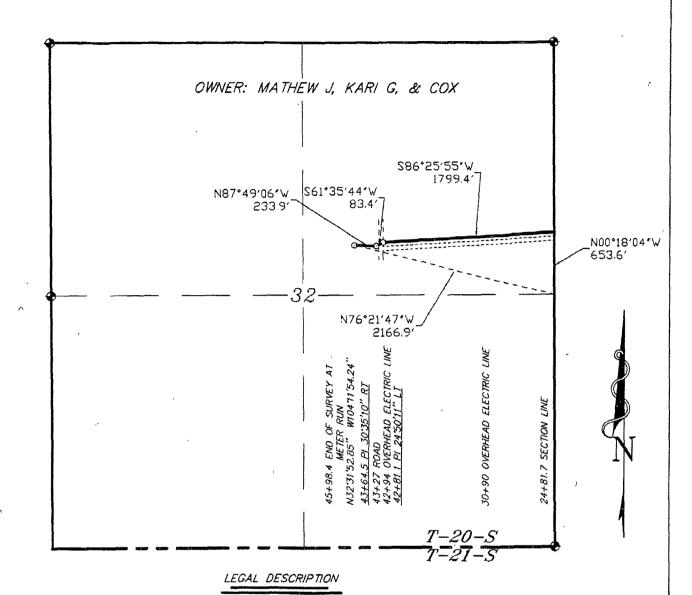
SECTION 33, TOWNSHIP 20 SOUTH, RANGE 28 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

2000 FEET

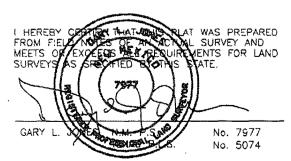
Sheets

SECTION 32, TOWNSHIP 20 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO.



A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 32, TOWNSHIP 20 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT ON THE EAST SECTION LINE WHICH LIES NOO'18'04"W., 653.6 FEET FROM THE EAST QUARTER CORNER OF SAID SECTION 32; THENCE S86'25'55"W, 1799.4 FEET; THENCE S61'35'44"W, 83.4 FEET; THENCE N87'49'06"W., 233.9 FEET TO THE END OF THIS LINE WHICH LIES N76'21'47"W., 2166.9 FEET FROM THE EAST QUARTER CORNER OF SAID SECTION 32. SAID STRIP OF LAND BEING 2116.7 FEET OR 128.28 RODS IN LENGTH.



BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

Disk: JG - 26333P

J. GOAD W.O. Number: 26333 Drawn By:

Date: 3-16-2012

1000 1000 2000 FEET

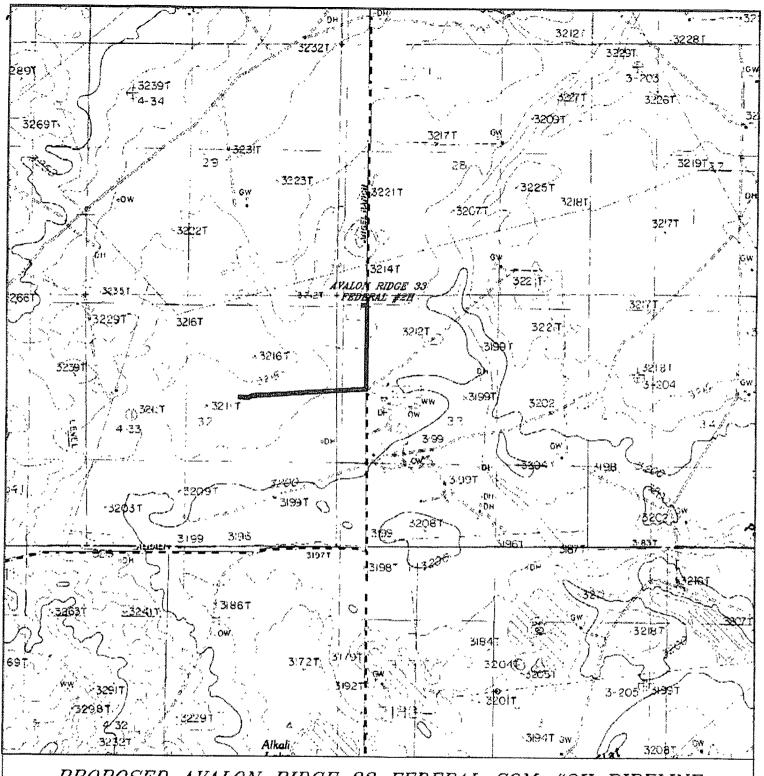
COMPANY *MEWBOURNE*

REF: PROP. AVALON RIDGE 33 FEDERAL COM #2H PIPELINE

A PIPELINE CROSSING PRIVATE LAND IN SECTION 32, TOWNSHIP 20 SOUTH, RANGE 28 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

Sheets Sheet Survey Date: 3-5-2012



PROPOSED AVALON RIDGE 33 FEDERAL COM #2H PIPELINE Sections 32&33, Township 20 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.



focused on excellence in the cilfield

P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 - Office (575) 392-2206 - Fax basinsurveys.com

W.O. Number: 26333 Survey Date: 3-5-2012 Scale: 1," = 2000 Dote: 3-16-2012

MEWBOURNE OIL COMPANY

<u>BLM LEASE NUMBER:</u> NMNM08277 COMPANY NAME: Mewbourne Oil Company

WELL NO. & NAME: Avalon Ridge 33 Federal Com #2H

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Sundry Notices and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
- 4. The holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. The holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:
- a. Activities of the holder including, but not limited to construction, operation, maintenance, and termination of the facility.

Activities of other parties including, but not limited to: b. (1) Land clearing. (2) Earth-disturbing and earth-moving work. (3) Blasting. (4) Vandalism and sabotage. Acts of God. c. The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred. This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States. 5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any responsibility as provided herein. 6. The pipeline shall be routed no farther than 6 feet from and parallel to existing roads. The authorized right-of-way width will be feet. 14 feet of the right-of-way width 20 will consist of existing disturbance (existing lease roads) and the remaining 6 feet will consist of area adjacent to the disturbance. All construction and maintenance activity will be confined to existing roads. 7. No blading or clearing of any vegetation will be allowed unless approved in writing by the Authorized Officer. 8. The holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline will be "snaked" around hummocks and dunes rather then suspended across these features. 9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "twotracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

- 10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.
- 13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.
- 14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.
- 15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.
- 16. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, powerline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

17. Special Stipulations:

Cave/Karst

 In the event that any underground voids are encountered during construction activities, construction activities will be halted and the BLM will be notified immediately.