

OCD Artesia

ATS-14-420

JES  
7-29-14

SECRETARY'S POTASH

FORM APPROVED  
OMB No. 1004-0137  
Expires October 31, 2014

JUL 16 2014

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED  
APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. *NMN 027278-5L*  
NMNM033775 NMNM028527 - *Middle*  
*BL* NM 027278

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

1a. Type of work:  DRILL  REENTER

8. Lease Name and Well No.  
Ursa 27 B2L Fed Com #1H *<313538>*

1b. Type of Well:  Oil Well  Gas Well  Other  Single Zone  Multiple Zone

9. API Well No.  
*30-015-42526*

2. Name of Operator Mewbourne Oil Company

3a. Address PO Box 5270  
Hobbs, NM 88241

3b. Phone No. (include area code)  
575-393-5905

10. Field and Pool, or Exploratory  
*Santa Rosa, 135*  
*Lee South Bone Spring*  
*<54600>*

4. Location of Well (Report location clearly and in accordance with any State requirements.)\*  
At surface 1425' FSL & 903' FWL, Sec. 26 T18S R30E  
At proposed prod. zone 2100' FSL & 330' FWL, Sec. 27 T18S R30E

11. Sec., T. R. M. or Blk. and Survey or Area  
Sec. 26 T18S R30E

14. Distance in miles and direction from nearest town or post office\*  
25 miles NE of Carlsbad, NM

12. County or Parish  
Eddy

13. State  
NM

15. Distance from proposed\* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)  
330'

16. No. of acres in lease  
*NM 033775-800, 027278-520*  
*NM 028527-40 NM 27277*

17. Spacing Unit dedicated to this well  
160 200

18. Distance from proposed location\* to nearest well, drilling, completed, applied for, on this lease, ft.  
395'-North Benson Queen Unit #51

19. Proposed Depth  
14,018'-MD  
*8308'-TVD 8308'*

20. BLM/BIA Bond No. on file  
NM-1693, NMB-000919

21. Elevations (Show whether DF, KDB, RT, GL, etc.)  
3408' - GL

22. Approximate date work will start\*  
04/15/2013

23. Estimated duration  
60 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the BLM.

25. Signature *Bradley Bishop* Name (Printed/Typed) Bradley Bishop Date 03/04/2014

Title

Approved by (Signature) */s/George MacDoneli* Name (Printed/Typed) Date JUL 15 2014

Title FIELD MANAGER Office CARLSBAD FIELD OFFICE

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 the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

**APPROVAL FOR TWO YEARS**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

\*(Instructions on page 2)

Capitan Controlled Water Basin

Approval Subject to General Requirements  
& Special Stipulations Attached

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

# Mewbourne Oil Company

PO Box 5270  
Hobbs, NM 88241  
(575) 393-5905

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of State and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

Executed this 4 day of March, 2014.

Name: NM Young

Signature:  FOR NM YOUNG

Position Title: Hobbs District Manager

Address: PO Box 5270, Hobbs NM 88241

Telephone: 575-393-5905

E-mail: myoung@mewbourne.com

15/16

DISTRICT I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720  
DISTRICT II  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720  
DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
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, New Mexico 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office  
 AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number <b>30-015-42526</b>	Pool Code <b>31920 54600</b>	Pool Name <b>Santo Domingo LED SOUTH BONE SPRING</b>
Property Code <b>313538</b>	Property Name <b>URSA 27 B2IL FED COM</b>	
OGRID No. <b>14744</b>	Operator Name <b>MEWBOURNE OIL COMPANY</b>	
		Well Number <b>1H</b>
		Elevation <b>3408.2</b>

Surface Location

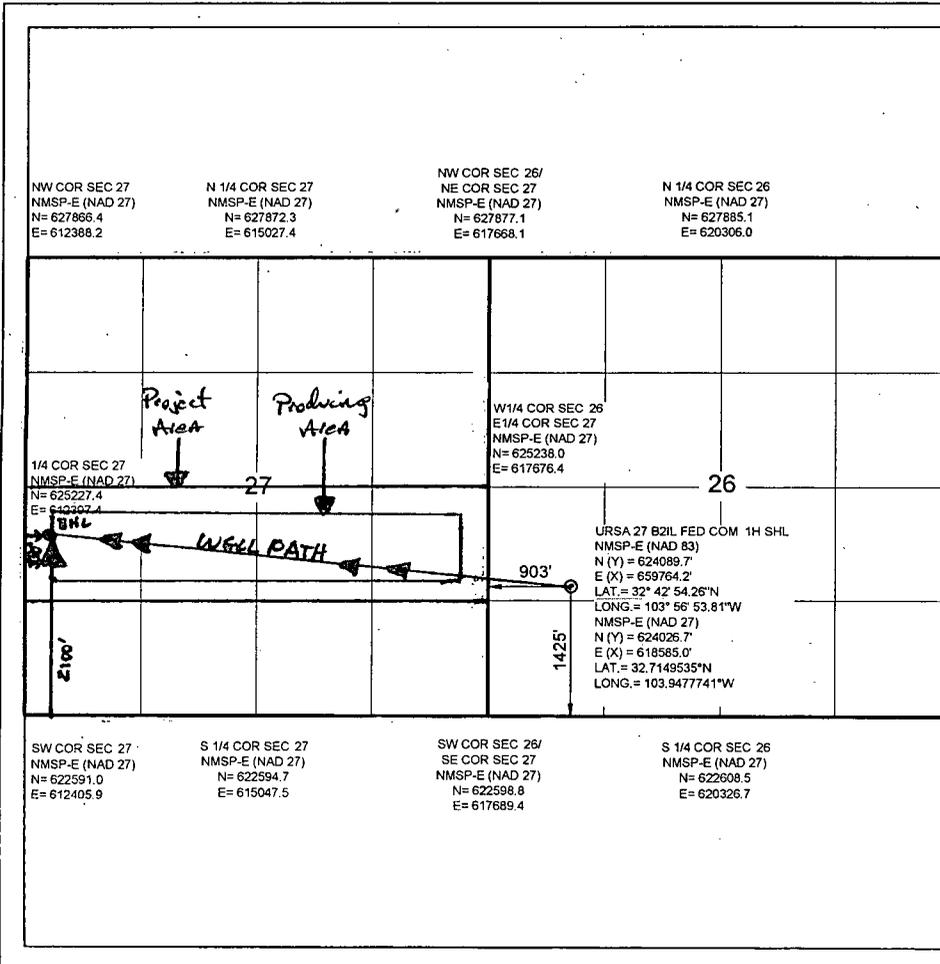
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	26	18S	30E		1425	SOUTH	903	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	27	18S	30E		2100	SOUTH	330	WEST	EDDY

Dedicated Acres <b>160</b>	Joint or Infill	Consolidated Code	Order No.
-------------------------------	-----------------	-------------------	-----------

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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

*Bradley Bishop* 3-4-14  
Signature Date

BRADLEY BISHOP  
Print Name

E-mail Address

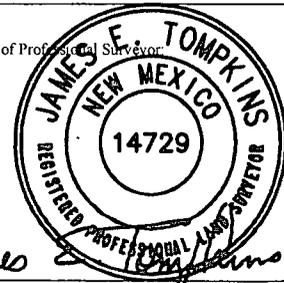
SURVEYORS CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

FEBRUARY 28, 2014

Date of Survey

Signature and Seal of Professional Surveyor



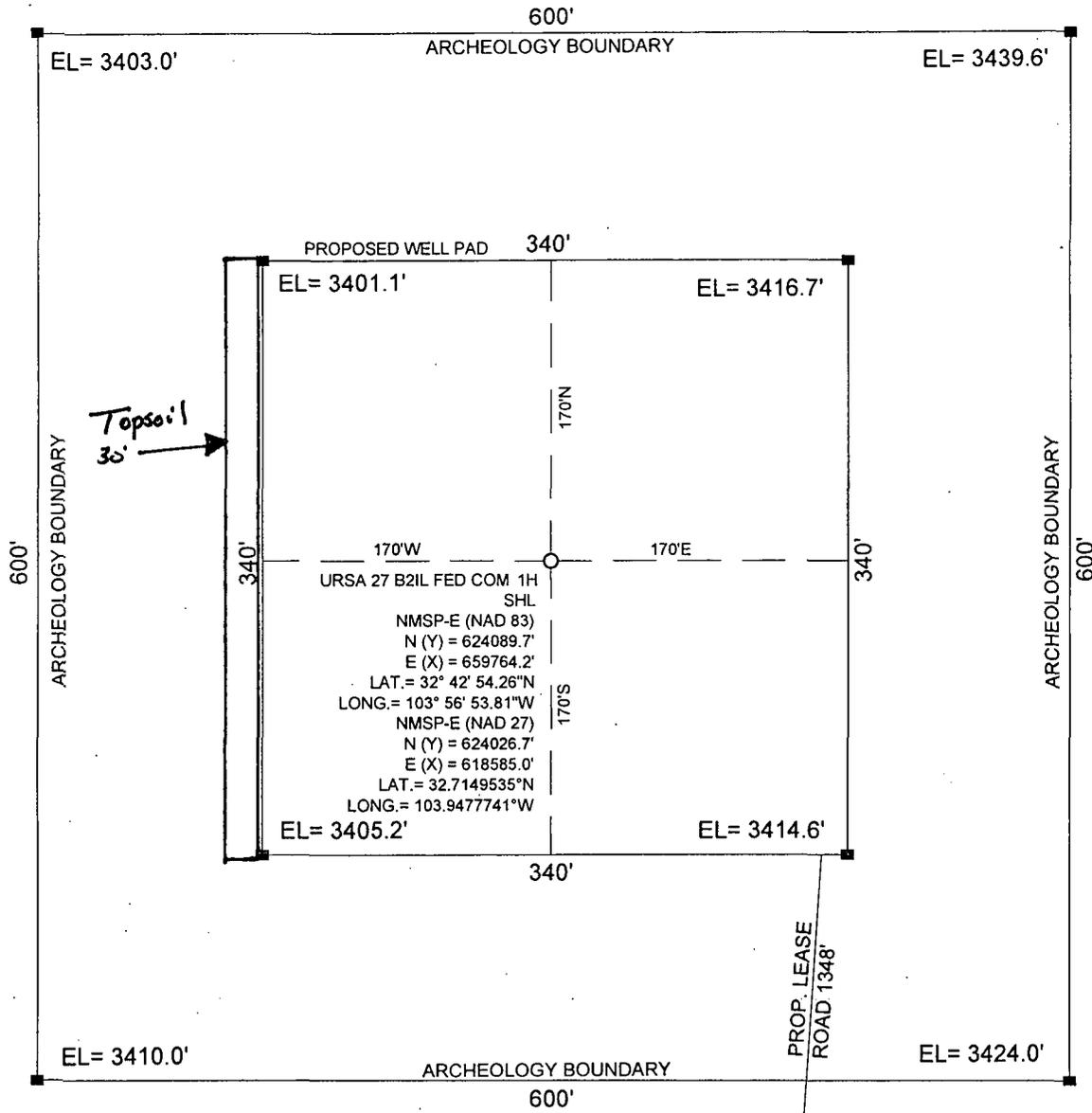
Job No. WTC 49693

JAMES E. TOMPKINS 14729

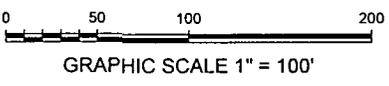
Certificate Number

3"

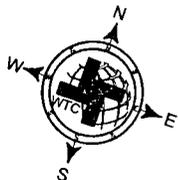
# SITE LOCATION



URSA 27 B2IL FED COM 1H  
SHL  
NMSP-E (NAD 83)  
N (Y) = 624089.7'  
E (X) = 659764.2'  
LAT. = 32° 42' 54.26"N  
LONG. = 103° 56' 53.81"W  
NMSP-E (NAD 27)  
N (Y) = 624026.7'  
E (X) = 618585.0'  
LAT. = 32.7149535°N  
LONG. = 103.9477741°W



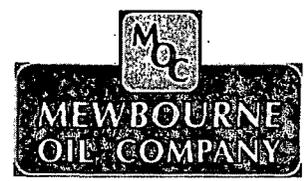
SECTION 26, T 18S, R 30E, N.M.P.M.  
COUNTY: EDDY STATE: NM  
DESCRIPTION: 1425' FSL & 903' FWL  
OPERATOR: MEWBOURNE OIL COMPANY  
WELL NAME: URSA 27 B2IL FED COM-1H



DRIVING DIRECTIONS:  
FROM DUVALL SHAFT ROAD AND GRUBBS ROAD (CO. RD. 250), GO EAST ON GRUBBS ROAD FOR 2.5 MILES AND TURN LEFT. THEN GO 0.1 MILES AND LOCATION IS ON THE LEFT.



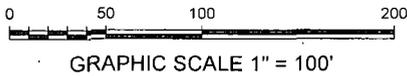
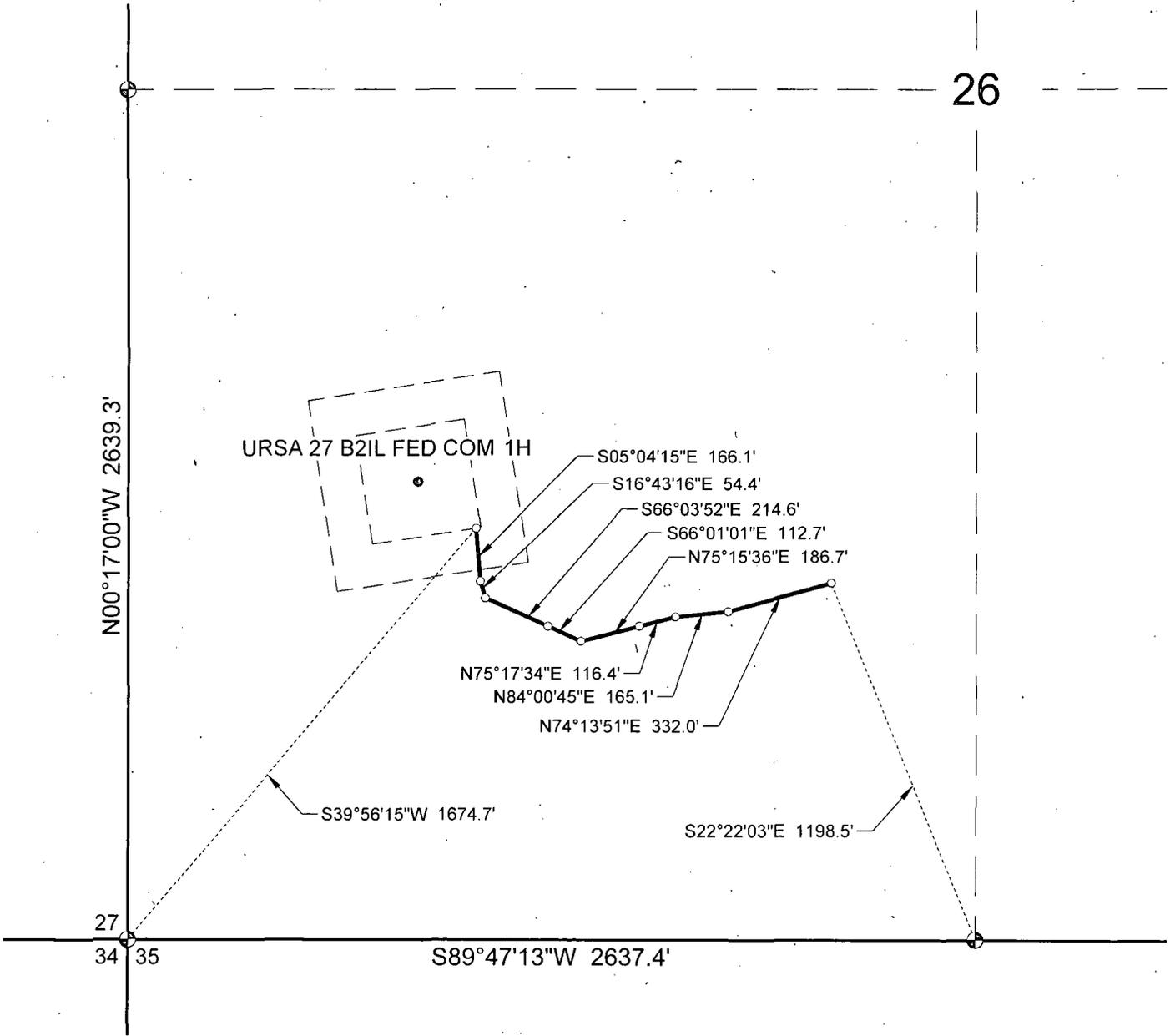
**WTC, INC.**  
405 S.W. 1st STREET  
ANDREWS, TEXAS 79714  
(432) 523-2181



MEWBOURNE OIL COMPANY

2. Project/Job # 405 S.W. 1st Street, Andrews, TX 79714. State & Plat. 2. North/South 27 B2IL Fed Com & Serial Nos. 330, 347, 27 & 29, 1183, 302, 1267 Co. M/V. Drawings/V18183 - URSA 27 B2IL FED COM-1H.dwg

# LEASE ROAD TO SITE LOCATION



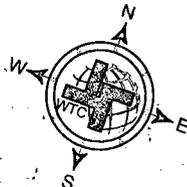
SECTION 26, T 18S, R 30E, N.M.P.M.

COUNTY: EDDY STATE: NM

DESCRIPTION: 1425' FSL & 903' FWL

OPERATOR: MEWBOURNE OIL COMPANY

WELL NAME: URSA 27 B2IL FED COM-1H

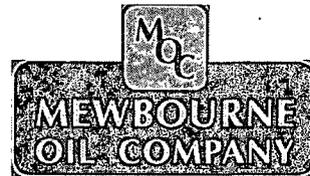


**DRIVING DIRECTIONS:**

FROM DUVALL SHAFT ROAD AND GRUBBS ROAD (CO. RD. 250), GO EAST ON GRUBBS ROAD FOR 2.5 MILES AND TURN LEFT. THEN GO 0.1 MILES AND LOCATION IS ON THE LEFT.



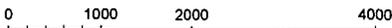
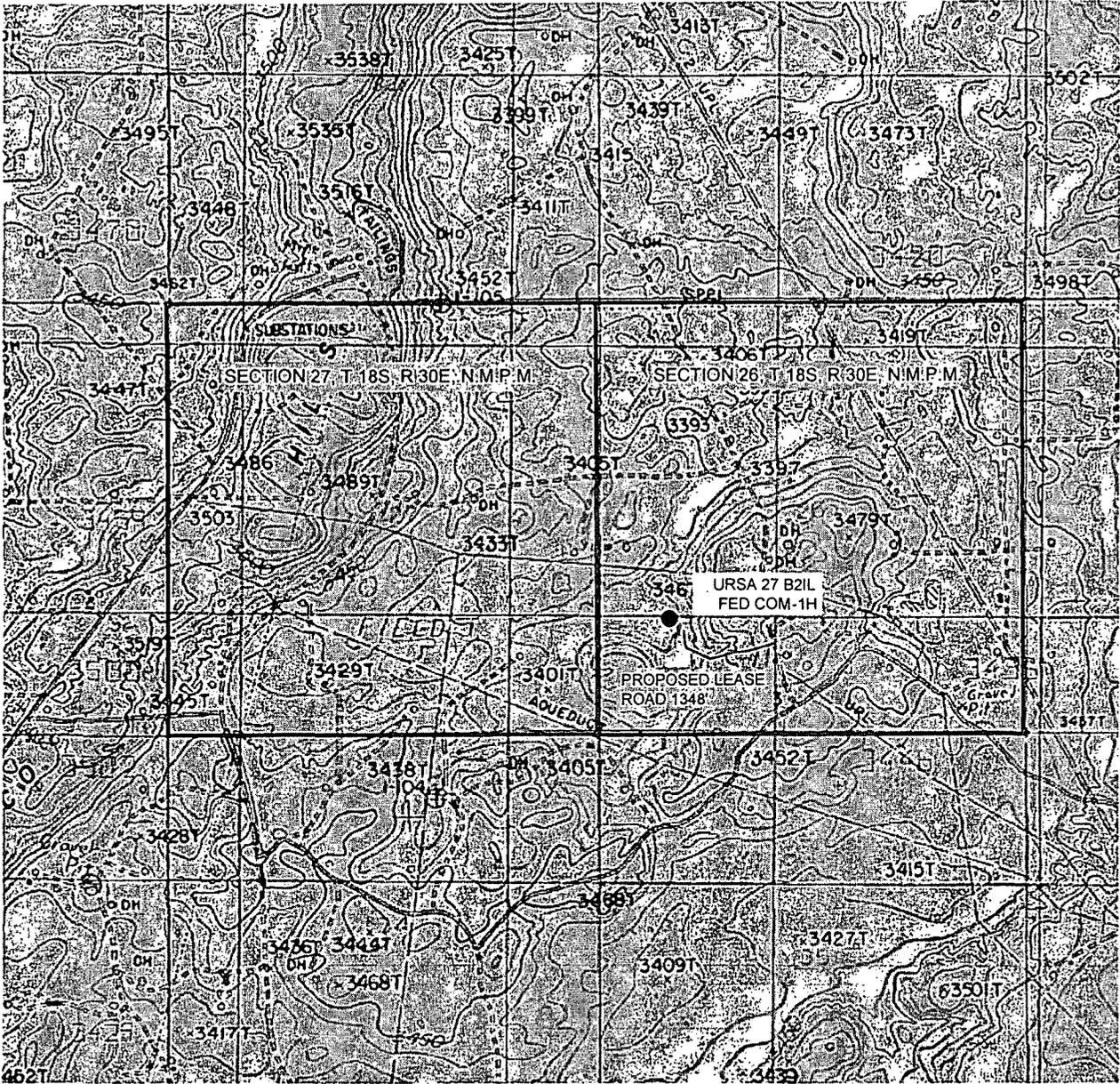
**WTC, INC.**  
 405 S.W. 1st STREET  
 ANDREWS, TEXAS 79714  
 (432) 523-2181



**MEWBOURNE OIL COMPANY**

3A

# LOCATION VERIFICATION MAP



GRAPHIC SCALE 1" = 2000'

SECTION 26, T 18S, R 30E, N.M.P.M.

COUNTY: EDDY STATE: NM

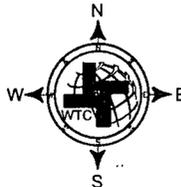
DESCRIPTION: 1425' FSL & 903' FWL

OPERATOR: MEWBOURNE OIL COMPANY

WELL NAME: URSA 27 B2IL FED COM-1H

### DRIVING DIRECTIONS:

FROM DUVALL SHAFT ROAD AND GRUBBS ROAD (CO. RD. 250),  
GO EAST ON GRUBBS ROAD FOR 2.5 MILES AND TURN LEFT.  
THEN GO 0.1 MILES AND LOCATION IS ON THE LEFT.



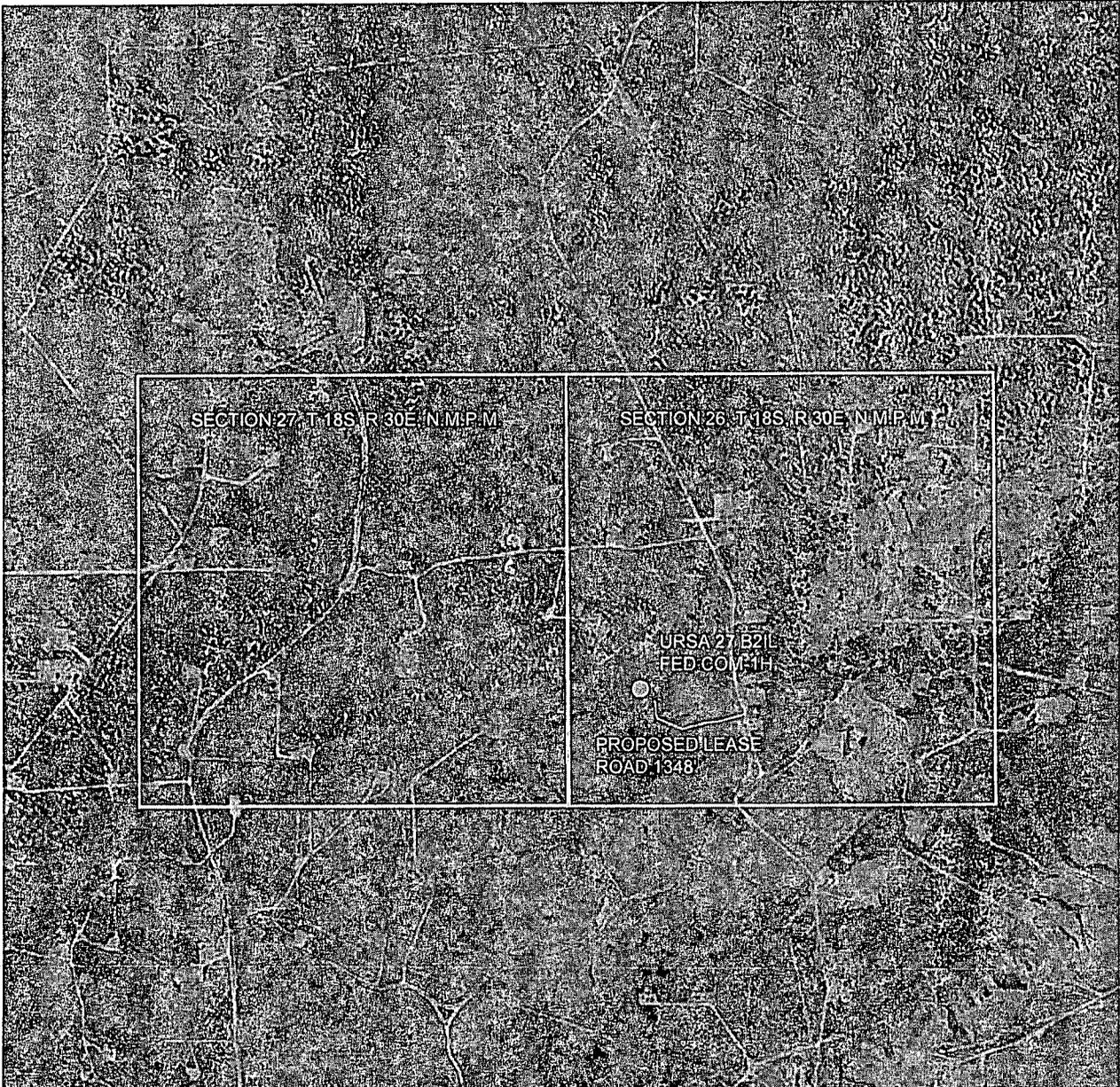
**WTC, INC.**  
 405 S.W. 1st STREET  
 ANDREWS, TEXAS 79714  
 (432) 523-2181



**MEWBOURNE OIL COMPANY**

"3B"

# AERIAL MAP



0 1000 2000 4000

GRAPHIC SCALE 1" = 2000'

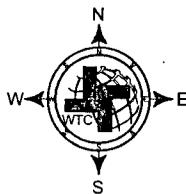
SECTION 26, T. 18S, R. 30E, N.M.P.M.

COUNTY: EDDY STATE: NM

DESCRIPTION: 1425' FSL & 903' FWL

OPERATOR: MEWBOURNE OIL COMPANY

WELL NAME: URSA 27 B2IL FED COM-1H



### DRIVING DIRECTIONS:

FROM DUVALL SHAFT ROAD AND GRUBBS ROAD (CO. RD. 250), GO EAST ON GRUBBS ROAD FOR 2.5 MILES AND TURN LEFT. THEN GO 0.1 MILES AND LOCATION IS ON THE LEFT.



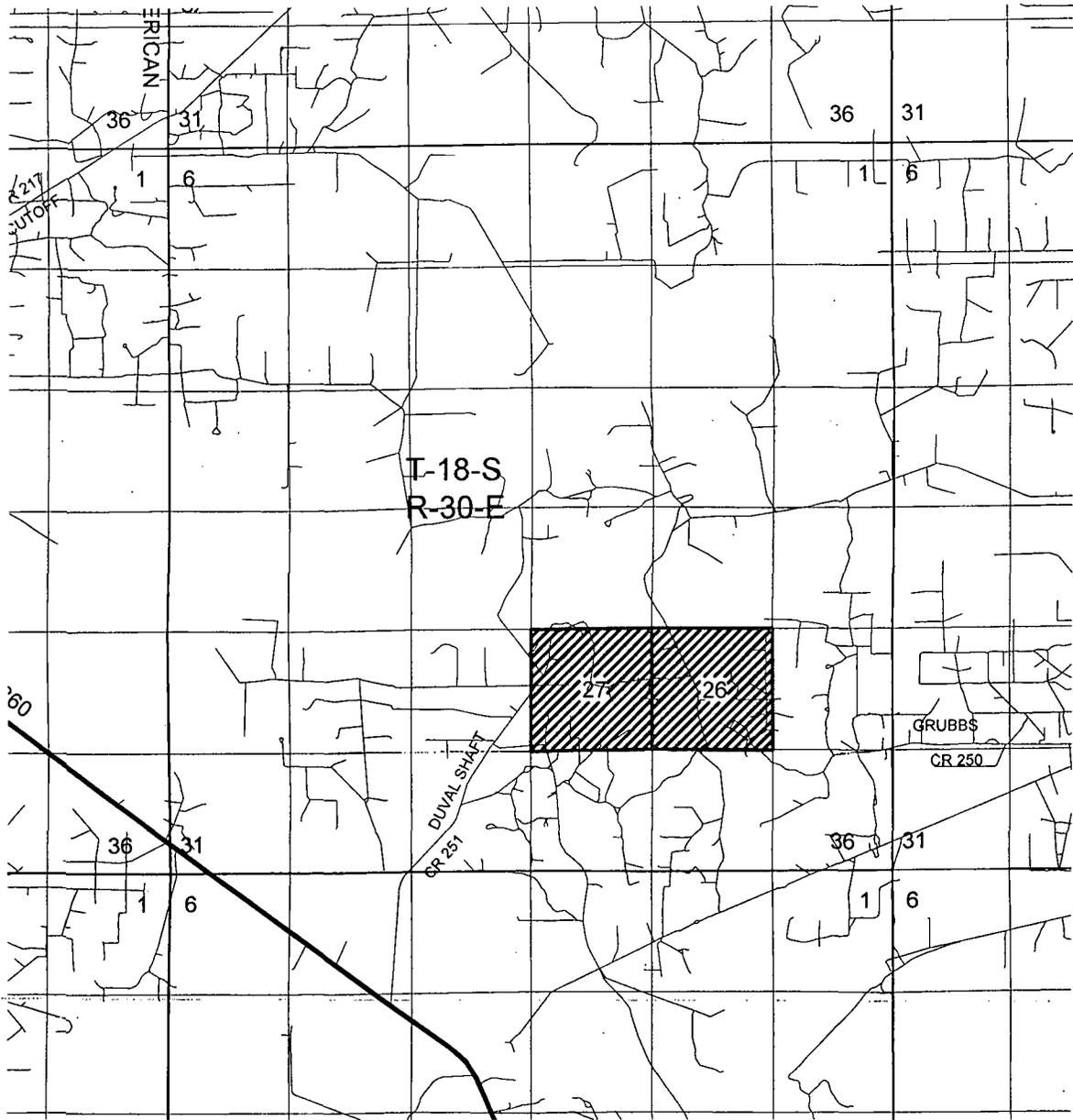
**WTC, INC.**  
405 S.W. 1st. STREET  
ANDREWS, TEXAS 79714  
(432) 523-2181



**MEWBOURNE OIL COMPANY**

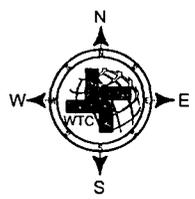
30

# VICINITY MAP



SECTION 26, T 18S, R 30E, N.M.P.M.  
 COUNTY: EDDY STATE: NM  
 DESCRIPTION: 1425' FSL & 903' FWL  
 OPERATOR: MEWBOURNE OIL COMPANY  
 WELL NAME: URSA 27 B2IL FED COM-1H

DRIVING DIRECTIONS:  
 FROM DUVAL SHAFT ROAD AND GRUBBS ROAD (CO. RD. 250), GO EAST ON GRUBBS ROAD FOR 2.5 MILES AND TURN LEFT. THEN GO 0.1 MILES AND LOCATION IS ON THE LEFT.



**WTC, INC.**  
 405 S.W. 1st. STREET  
 ANDREWS, TEXAS 79714  
 (432) 523-2181



**MEWBOURNE OIL COMPANY**

Z:\Projects\URSA 27 B2IL Fed Com & State Nmo 2ND Set 27 & 26, T18S, R30E, Eddy Co, NM\Drawings\0893 - URSA 27 B2IL FED COM-1H.dwg

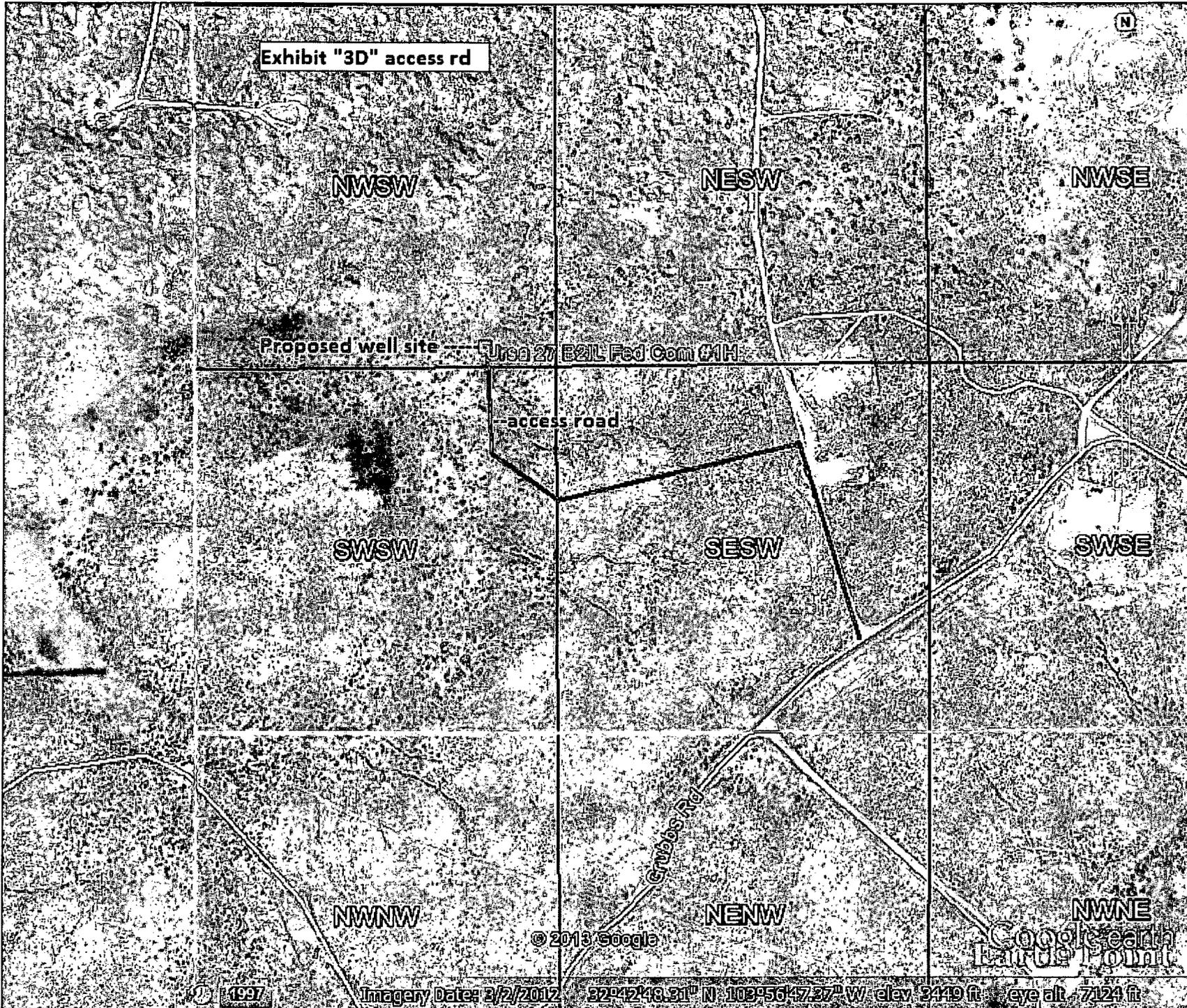


Exhibit "3D" access rd

NWSW

NESW

NWSE

Proposed well site

Urga 27 E21L Fed Com 61H

access road

SWSW

SESW

SWSE

NWNW

NENW

NWNE

© 2013 Google

Google Earth  
Earth Point

1997

Imagery Date: 2/2/2012 32°42'48.31" N 102°56'47.27" W elev 3449 ft eye alt 7124 ft

- Drilling (Well Start)
- × Abandoned Location (Permit)
- ⊗ Gas Well
- Oil Well
- ⊗ Oil and Gas Well
- Other (Observation, etc)
- ⊗ Infection Well
- Suspended
- ⊗ Plugged Gas Well
- ⊗ Plugged Oil Well
- ⊗ Plugged Oil and Gas
- Dry Hole (No Show)
- ⊗ Dry Hole w/ Gas Show
- ⊗ Dry Hole w/ Oil Show
- ⊗ Dry Hole w/ Oil and Gas Show

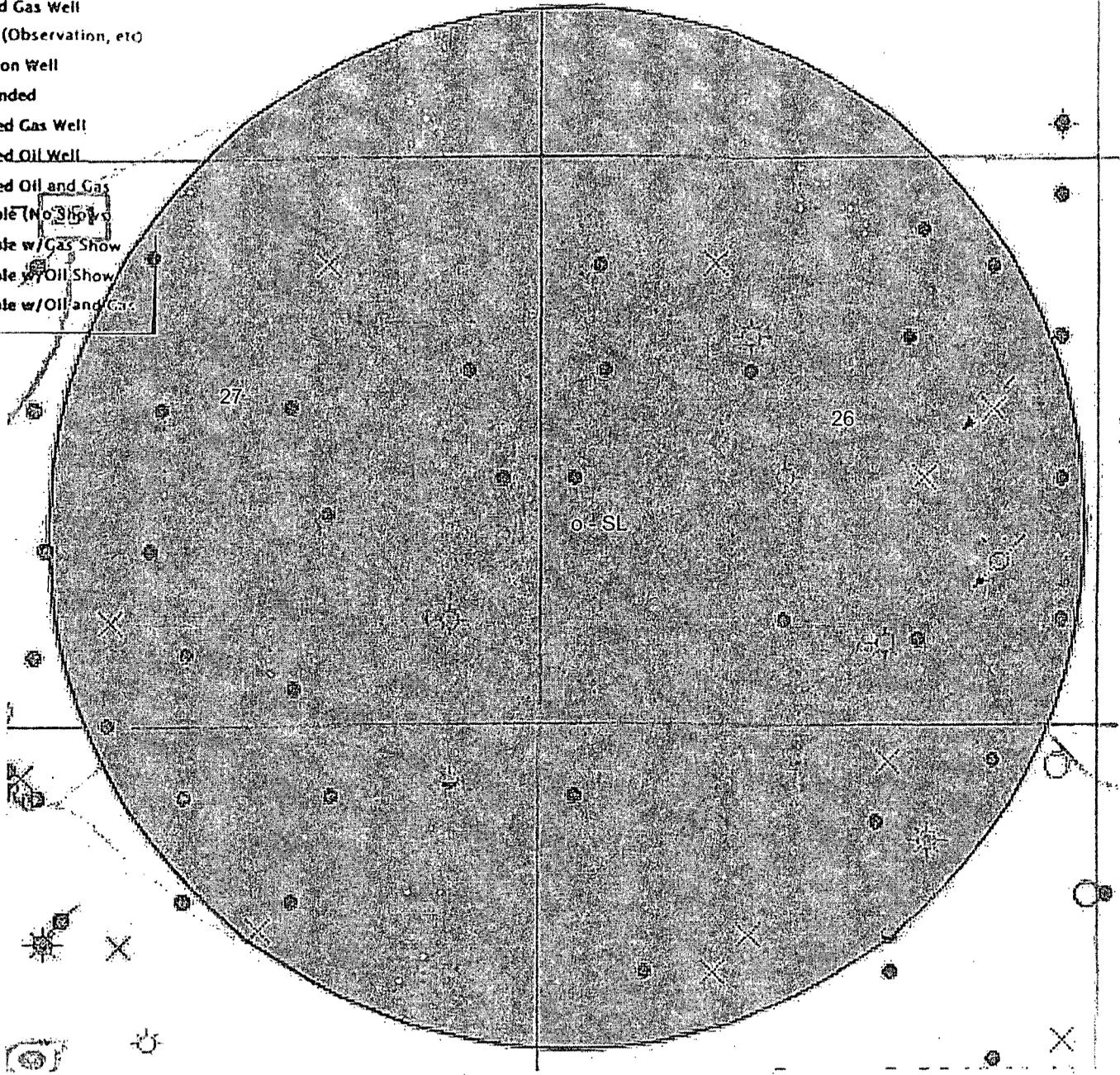


Exhibit "4" - SL - Ursa 27 B2IL Fed Com #1H - 1425' FSL & 903' FWL, Sec. 26 T18S R30E

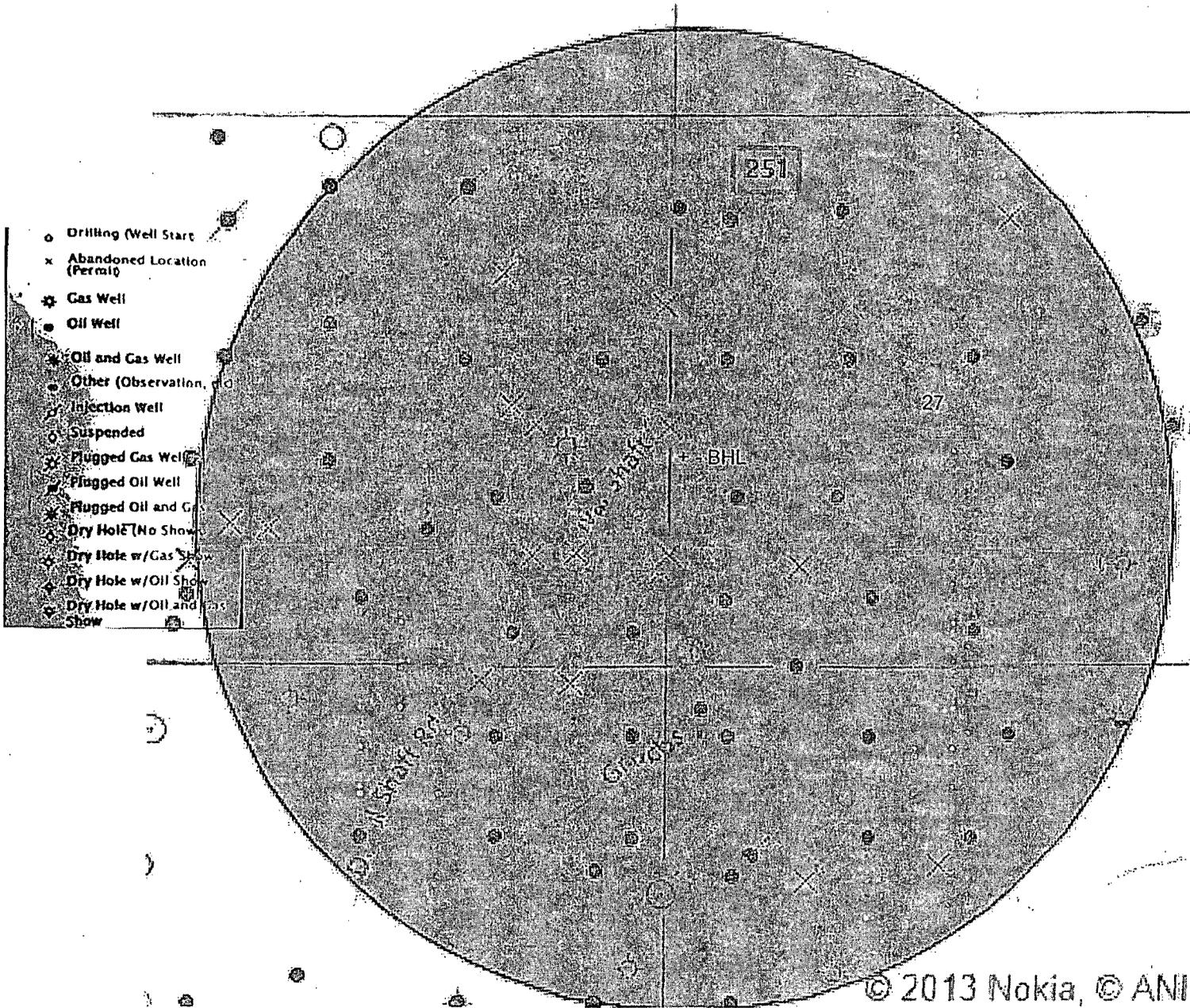


Exhibit "4A" - BHL - Ursa 27 B2IL Fed Com #1H - 2100' FSL & 330' FWL, Sec. 27, T18S R30E

**Drilling Program**  
**Mewbourne Oil Company**  
 Ursa 27 B2IL Fed Com #1H  
 1425' FSL & 903' FWL (SHL)  
 Sec 26-T18S-R30E  
 Eddy County

**1. The estimated tops of geological markers are as follows:**

Rustler	577'
Top Salt	678'
Base Salt	1549'
Yates	1716'
Seven Rivers	2100'
Queen	2840'
Capitan	NP
Grayburg	3300'
San Andres	3800'
*Delaware	4520'
*Bone Spring	5600'
1 <sup>st</sup> Bone Spring Sand	7400'
2 <sup>nd</sup> Bone Spring Sand	8005'

**2. Estimated depths of anticipated fresh water, oil, or gas:**

Water	Fresh water is anticipated at 200' and will be protected by setting surface casing at <del>305'</del> <sup>380'</sup> and cementing to surface.
Hydrocarbons	Oil and gas are anticipated in the above (*) formations. These zones will be protected by casing as necessary.

**3. Pressure control equipment:**

A 2000# WP Annular will be installed after running 13 3/8" casing. A 3000# WP Double Ram BOP and 3000# WP Annular will be installed after running 9 5/8" & 7" casing strings. Pressure tests will be conducted prior to drilling out under all casing strings. BOP controls will be installed prior to drilling under surface casing and will remain in use until completion of drilling operations. BOPE will be inspected and operated as recommended in Onshore Order #2. A kelly cock and a sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position when the kelly is not in use. Will test the 13 3/8" annular to 1500# and the 9 5/8" & 7" BOPE to 3000# and annular to 1500# with a third party testing company before drilling below each shoe, but will test again, if needed, in 30 days from the 1<sup>st</sup> test as per BLM Onshore Oil and Gas Order #2.

**4. Drilling Program:**

MOC proposes to drill a vertical wellbore to 7682' & kick off to horizontal @ 8388' TVD. The well will be drilled to 14,018' MD (8308' TVD). See attached directional plan.

**5. Proposed casing and cementing program:**

**A. Casing Program:**

<i>See COA</i>	<u>Hole Size</u>	<u>Casing</u>	<u>Wt/Ft.</u>	<u>Grade</u>	<u>Depth</u>	<u>Jt Type</u>
	17 1/2"	13 3/8" (new)	48#	H40	0'- <del>305'</del> <sup>380'</sup>	ST&C
	12 1/4"	9 5/8" (new)	36#	J55	0'-1670'	LT&C
	8 3/4"	7" (new)	26#	P110	0'-7682' MD	LT&C
	8 3/4"	7" (new)	26#	P110	7682'-8388' MD	BT&C
	6 1/8"	4 1/2" (new)	13.5#	P110	8188'-14,018' MD	LT&C

Minimum casing design factors: Collapse 1.125, Burst 1.0, Tensile strength 1.8.

\*Subject to availability of casing.

**B. Cementing Program:**

- i. Surface Casing: 320 sacks Class "C" cement w/ 2% CaCl<sub>2</sub>. Yield at 1.34 cuft/sk. Mix water @ 6.32 gal/sk Cmt circulated to surface w/100% excess.
- ii. *See COA* Intermediate Casing: 200 sacks Class "C" (35:65:4) light cement w/ salt and LCM additives. Yield at 2.10 cuft/sk. Mix water @ 11.17 gal/sk. 200 sacks Class "C" cement w/2% CaCl<sub>2</sub>. Yield at 1.34 cuft/sk. Mix water @ 6.32 gal/sk Cmt circulated to surface w/25% excess.
- iii. Production Casing: 550 sacks Class H light cement (35:65:4) with fluid loss, LCM, & salt additives. Yield at 2.12 cuft/sk. Mix water @ 11.33 gal/sk 400 sacks Class H cement containing fluid loss additives. Yield at 1.18 cuft/sk. Mix water @ 5.22 gal/sk Cmt calculated to tieback 500' into intermediate casing @ 1170' w/25% excess.
- iv. Production Liner: This will be a Packer/Port completion from TD to 200' inside 7" casing with packer type liner hanger.

\*Referring to above blends of light cement: (wt% fly ash : wt% cement : wt% bentonite of the total of first two numbers). Generic names of additives are used since the availability of specific company and products are unknown at this time.

**6. Mud Program:**

*See COA*

Interval	Type System	Weight	Viscosity	Fluid Loss
0'-305' <i>380'</i>	FW spud mud	8.6-9.0	32-34	NA
305'-1670'	Brine water	10.0-10.2	28-30	NA
1670' - 7682' (KOP)	FW	8.5-8.7	28-30	NA
7682' - TD	FW w/Polymer	8.5-8.7	32-35	15

\*Visual mud monitoring system shall be in place to detect volume changes indicating loss or gain of circulation fluid volume. Sufficient mud materials will be kept on location at all times to combat abnormal conditions.

**7. Evaluation Program:**

*See COA* Samples: 10' samples from surface casing to TD  
Logging: GR, CN & Gyro 100' above KOP (7582') to surface. GR from 7582' to TD.

**8. Downhole Conditions**

Zones of abnormal pressure: None anticipated  
Zones of lost circulation: Anticipated in surface and intermediate holes  
Maximum bottom hole temperature: 120 degree F  
Maximum bottom hole pressure: 8.3 lbs/gal gradient or less (.43368 x 8308'=3603 psi)

*See COA*

**9. Anticipated Starting Date:**

Mewbourne Oil Company intends to drill this well as soon as possible after receiving approval with approximately 60 days involved in drilling operations and an additional 20 days involved in completion operations on the project.

Stamp: CAMPBELL... 8/10/00



COMPANY: Mewbourne Oil Company  
 WELL: Ursa 27 B2IL Fed Com #1H  
 COUNTY: Eddy County, New Mexico  
 DATUM: NAD 1927 (NADCON CONUS)  
 RIG: Patterson #

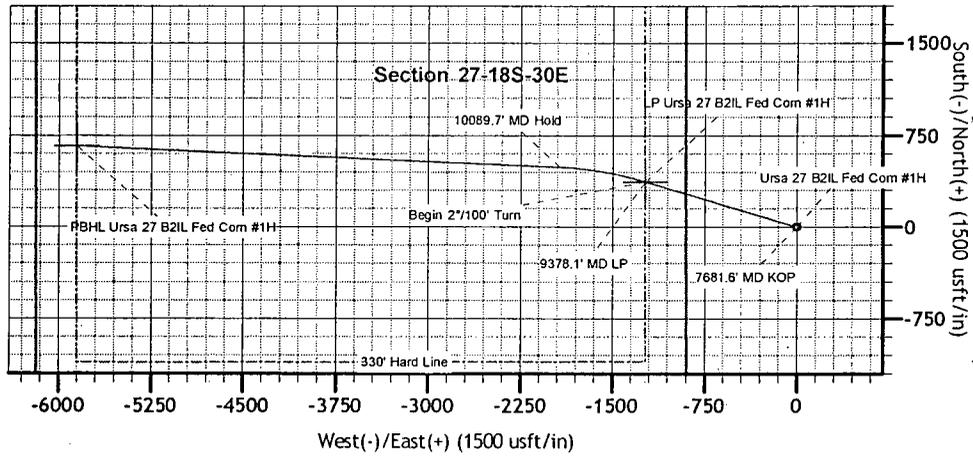


GRID CORRECTION: To convert a Magnetic Direction to a Grid Direction, Add 7.25°

OFFICE: 936.582.7296

GEODETTIC ZONE: New Mexico East 3001									
GL 3408 + 20 @ 3428.0usft (Patterson #)									
GROUND ELEVATION: 3408.0									
+N/-S	+E/-W	Northing	Easting	Latitude	Longitude	Slot			
0.0	0.0	624026.70	618585.00	32° 42' 53.833 N	103° 56' 51.987 W				

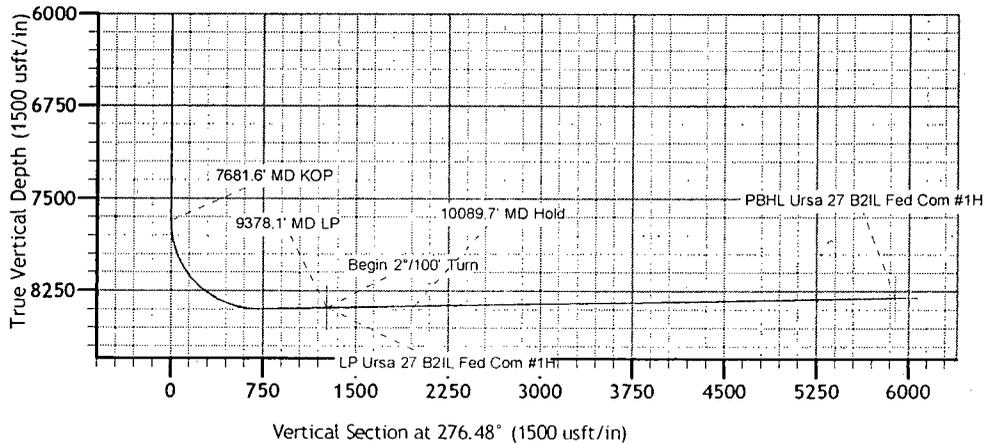
PLAN SECTIONS										
Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	V Sect	Target
1	0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.0	
2	7681.6	0.00	0.00	7681.6	0.0	0.0	0.00	0.00	0.0	
3	8819.0	90.99	286.77	8397.7	210.3	-697.6	8.00	286.77	716.9	
4	9378.1	90.99	286.77	8388.0	371.6	-1232.9	0.00	0.00	1266.9	LP Ursa 27 B2IL Fed Com #1H
5	10089.7	90.99	272.54	8375.6	490.6	-1932.4	2.00	-89.90	1975.4	
6	14017.9	90.99	272.54	8308.0	664.8	-5856.1	0.00	0.00	5893.8	PBHL Ursa 27 B2IL Fed Com #1H

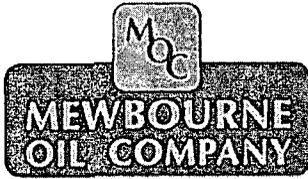


T G M

Azimuths to Grid North  
 True North: -0.21°  
 Magnetic North: 7.25°

Magnetic Field  
 Strength: 48598.8snT  
 Dip Angle: 60.51°  
 Date: 3/3/2014  
 Model: IGRF2010





# Mewbourne Oil Company .

Eddy County, New Mexico

Section 27-18S-30E Ursa 27 B2IL Fed Com #1H

Ursa 27 B2IL Fed Com #1H

Original Hole

Plan: Plan#1

## Standard Survey Report

03 March, 2014





# Stryker Directional Survey Report



Company: Mewbourne Oil Company	Local/Co-ordinate Reference: Well Ursa 27 B2IL Fed Com #1H
Project: Eddy County, New Mexico	TVD Reference: GL 3408 + 20 @ 3428.0usft (Patterson #)
Site: Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	MD Reference: GL 3408 + 20 @ 3428.0usft (Patterson #)
Well: Ursa 27 B2IL Fed Com #1H	North Reference: Grid
Wellbore: Original Hole	Survey Calculation Method: Minimum Curvature
Design: Plan#1	Database: EDM 5000.1 Single User Db

Project: Eddy County, New Mexico			
Map System: US State Plane 1927 (Exact solution)	System Datum: Mean Sea Level		
Geo Datum: NAD 1927 (NADCON CONUS)			
Map Zone: New Mexico East 3001			

Site: Section 27-18S-30E Ursa 27 B2IL Fed Com #1H			
Site Position: Northing: 624,026.70 usft	Latitude: 32° 42' 53.833 N		
From: Map Easting: 618,585.00 usft	Longitude: 103° 56' 51.987 W		
Position Uncertainty: 0.0 usft	Slot Radius: 13-3/16 "	Grid Convergence: 0.21 °	

Well: Ursa 27 B2IL Fed Com #1H			
Well Position +N-S: 0.0 usft	Northing: 624,026.70 usft	Latitude: 32° 42' 53.833 N	
+E-W: 0.0 usft	Easting: 618,585.00 usft	Longitude: 103° 56' 51.987 W	
Position Uncertainty: 0.0 usft	Wellhead Elevation: usft	Ground Level: 3,408.0 usft	

Wellbore: Original Hole			
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Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2010	3/3/2014	7.46	60.51	48,599

Design: Plan#1			
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Audit Notes:			
Version:	Phase: PROTOTYPE	Tie On Depth:	0.0

Vertical Section:	Depth From (TVD) (usft)	+N-S (usft)	+E-W (usft)	Direction (°)
	0.0	0.0	0.0	276.48

From (usft)	To (usft)	Survey (Wellbore)	Tool Name	Description
0.0	14,017.2	Plan#1 (Original Hole)	MWD	MWD - Standard

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
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	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



# Stryker Directional Survey Report



<b>Company:</b>	Mewbourne Oil Company	<b>Local/Co-ordinate Reference:</b>	Well Ursa 27 B2IL Fed Com #1H
<b>Project:</b>	Eddy County, New Mexico	<b>TVD Reference:</b>	GL 3408 + 20 @ 3428.0usft (Patterson#)
<b>Site:</b>	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	<b>MD Reference:</b>	GL 3408 + 20 @ 3428.0usft (Patterson#)
<b>Well:</b>	Ursa 27 B2IL Fed Com #1H	<b>North Reference:</b>	Grid
<b>Wellbore:</b>	Original Hole	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Design:</b>	Plan#1	<b>Database:</b>	EDM 5000.1 Single User Db

Planned Survey										
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)	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	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	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	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	0.00
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	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	0.00
2,600.0	0.00	0.00	2,600.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
2,700.0	0.00	0.00	2,700.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
2,800.0	0.00	0.00	2,800.0	0.0	0.0	0.0	0.00	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	0.00
3,000.0	0.00	0.00	3,000.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,100.0	0.00	0.00	3,100.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,200.0	0.00	0.00	3,200.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,300.0	0.00	0.00	3,300.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,400.0	0.00	0.00	3,400.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,500.0	0.00	0.00	3,500.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,600.0	0.00	0.00	3,600.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,700.0	0.00	0.00	3,700.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,800.0	0.00	0.00	3,800.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
3,900.0	0.00	0.00	3,900.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,000.0	0.00	0.00	4,000.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,100.0	0.00	0.00	4,100.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,200.0	0.00	0.00	4,200.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,300.0	0.00	0.00	4,300.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,400.0	0.00	0.00	4,400.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,500.0	0.00	0.00	4,500.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,600.0	0.00	0.00	4,600.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,700.0	0.00	0.00	4,700.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,800.0	0.00	0.00	4,800.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
4,900.0	0.00	0.00	4,900.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5,000.0	0.00	0.00	5,000.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5,100.0	0.00	0.00	5,100.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5,200.0	0.00	0.00	5,200.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00
5,300.0	0.00	0.00	5,300.0	0.0	0.0	0.0	0.00	0.00	0.00	0.00



# Stryker Directional Survey Report



Company:	Mewbourne Oil Company	Local/Co-ordinate Reference:	Well-Ursa 27 B2IL Fed Com #1H
Project:	Eddy County, New Mexico	TVD Reference:	GL 3408 + 20 @ 3428.0usft (Patterson #)
Site:	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	MD Reference:	GL 3408 + 20 @ 3428.0usft (Patterson #)
Well:	Ursa 27 B2IL Fed Com #1H	North Reference:	Grid
Wellbore:	Original Hole	Survey Calculation Method:	Minimum Curvature
Design:	Plan#1	Database:	EDM:5000:1:Single User.Db

### Planned/Survey

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)
5,400.0	0.00	0.00	5,400.0	0.0	0.0	0.0	0.00	0.00	0.00
5,500.0	0.00	0.00	5,500.0	0.0	0.0	0.0	0.00	0.00	0.00
5,600.0	0.00	0.00	5,600.0	0.0	0.0	0.0	0.00	0.00	0.00
5,700.0	0.00	0.00	5,700.0	0.0	0.0	0.0	0.00	0.00	0.00
5,800.0	0.00	0.00	5,800.0	0.0	0.0	0.0	0.00	0.00	0.00
5,900.0	0.00	0.00	5,900.0	0.0	0.0	0.0	0.00	0.00	0.00
6,000.0	0.00	0.00	6,000.0	0.0	0.0	0.0	0.00	0.00	0.00
6,100.0	0.00	0.00	6,100.0	0.0	0.0	0.0	0.00	0.00	0.00
6,200.0	0.00	0.00	6,200.0	0.0	0.0	0.0	0.00	0.00	0.00
6,300.0	0.00	0.00	6,300.0	0.0	0.0	0.0	0.00	0.00	0.00
6,400.0	0.00	0.00	6,400.0	0.0	0.0	0.0	0.00	0.00	0.00
6,500.0	0.00	0.00	6,500.0	0.0	0.0	0.0	0.00	0.00	0.00
6,600.0	0.00	0.00	6,600.0	0.0	0.0	0.0	0.00	0.00	0.00
6,700.0	0.00	0.00	6,700.0	0.0	0.0	0.0	0.00	0.00	0.00
6,800.0	0.00	0.00	6,800.0	0.0	0.0	0.0	0.00	0.00	0.00
6,900.0	0.00	0.00	6,900.0	0.0	0.0	0.0	0.00	0.00	0.00
7,000.0	0.00	0.00	7,000.0	0.0	0.0	0.0	0.00	0.00	0.00
7,100.0	0.00	0.00	7,100.0	0.0	0.0	0.0	0.00	0.00	0.00
7,200.0	0.00	0.00	7,200.0	0.0	0.0	0.0	0.00	0.00	0.00
7,300.0	0.00	0.00	7,300.0	0.0	0.0	0.0	0.00	0.00	0.00
7,400.0	0.00	0.00	7,400.0	0.0	0.0	0.0	0.00	0.00	0.00
7,500.0	0.00	0.00	7,500.0	0.0	0.0	0.0	0.00	0.00	0.00
7,600.0	0.00	0.00	7,600.0	0.0	0.0	0.0	0.00	0.00	0.00
7,681.6	0.00	0.00	7,681.6	0.0	0.0	0.0	0.00	0.00	0.00
<b>7681.6 MD/KOP</b>									
7,700.0	1.47	286.77	7,700.0	0.1	-0.2	0.2	8.00	8.00	0.00
7,750.0	5.47	286.77	7,749.9	0.9	-3.1	3.2	8.00	8.00	0.00
7,800.0	9.47	286.77	7,799.5	2.8	-9.3	9.6	8.00	8.00	0.00
7,850.0	13.47	286.77	7,848.5	5.7	-18.9	19.4	8.00	8.00	0.00
7,900.0	17.47	286.77	7,896.6	9.5	-31.6	32.5	8.00	8.00	0.00
7,950.0	21.47	286.77	7,943.8	14.3	-47.6	48.9	8.00	8.00	0.00
8,000.0	25.47	286.77	7,989.6	20.1	-66.7	68.5	8.00	8.00	0.00
8,050.0	29.47	286.77	8,034.0	26.7	-88.7	91.2	8.00	8.00	0.00
8,100.0	33.47	286.77	8,076.6	34.3	-113.7	116.9	8.00	8.00	0.00
8,150.0	37.47	286.77	8,117.3	42.6	-141.5	145.4	8.00	8.00	0.00
8,200.0	41.47	286.77	8,155.9	51.8	-171.9	176.7	8.00	8.00	0.00
8,250.0	45.47	286.77	8,192.2	61.7	-204.9	210.5	8.00	8.00	0.00
8,300.0	49.47	286.77	8,226.0	72.4	-240.1	246.8	8.00	8.00	0.00
8,350.0	53.47	286.77	8,257.1	83.7	-277.6	285.2	8.00	8.00	0.00
8,400.0	57.47	286.77	8,285.4	95.5	-317.0	325.8	8.00	8.00	0.00
8,450.0	61.47	286.77	8,310.8	108.0	-358.2	368.1	8.00	8.00	0.00
8,500.0	65.47	286.77	8,333.2	120.9	-401.1	412.1	8.00	8.00	0.00
8,550.0	69.47	286.77	8,352.3	134.2	-445.3	457.6	8.00	8.00	0.00



# Stryker Directional Survey Report



<b>Company:</b>	Mewbourne Oil Company	<b>Local Co-ordinate Reference:</b>	Well-Ursa 27 B2IL Fed Com #1H
<b>Project:</b>	Eddy County, New Mexico	<b>TVD Reference:</b>	GL 3408 + 20 @ 3428:0usft (Patterson #)
<b>Site:</b>	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	<b>MD Reference:</b>	GL 3408 + 20 @ 3428:0usft (Patterson #)
<b>Well:</b>	Ursa 27 B2IL Fed Com #1H	<b>North Reference:</b>	Grid
<b>Wellbore:</b>	Original Hole	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Design:</b>	Plan#1	<b>Database:</b>	EDM 5000.1 Single User Db

Planned Survey									
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)
8,600.0	73.47	286.77	8,368.2	147.9	-490.6	504.2	8.00	8.00	0.00
8,650.0	77.47	286.77	8,380.7	161.9	-537.0	551.8	8.00	8.00	0.00
8,700.0	81.47	286.77	8,389.9	176.0	-584.0	600.2	8.00	8.00	0.00
8,750.0	85.47	286.77	8,395.6	190.4	-631.6	649.0	8.00	8.00	0.00
8,800.0	89.47	286.77	8,397.8	204.8	-679.4	698.2	8.00	8.00	0.00
8,819.0	90.99	286.77	8,397.7	210.3	-697.6	716.9	8.00	8.00	0.00
8,900.0	90.99	286.77	8,396.3	233.6	-775.1	796.5	0.00	0.00	0.00
9,000.0	90.99	286.77	8,394.6	262.5	-870.9	894.9	0.00	0.00	0.00
9,100.0	90.99	286.77	8,392.8	291.3	-966.6	993.3	0.00	0.00	0.00
9,200.0	90.99	286.77	8,391.1	320.2	-1,062.3	1,091.7	0.00	0.00	0.00
9,300.0	90.99	286.77	8,389.4	349.1	-1,158.1	1,190.0	0.00	0.00	0.00
9,378.1	90.99	286.77	8,388.0	371.6	-1,232.8	1,266.9	0.00	0.00	0.00
<b>9378.1 MD LP - Begin 2°/100' Turn</b>									
9,400.0	90.99	286.34	8,387.6	377.8	-1,253.8	1,288.4	2.00	0.00	-2.00
9,500.0	91.00	284.34	8,385.9	404.3	-1,350.2	1,387.2	2.00	0.00	-2.00
9,600.0	91.00	282.34	8,384.1	427.3	-1,447.5	1,486.5	2.00	0.00	-2.00
9,700.0	91.00	280.34	8,382.4	447.0	-1,545.5	1,586.1	2.00	0.00	-2.00
9,800.0	91.00	278.34	8,380.7	463.2	-1,644.2	1,686.0	2.00	0.00	-2.00
9,900.0	90.99	276.33	8,378.9	476.0	-1,743.4	1,785.9	2.00	0.00	-2.00
10,000.0	90.99	274.33	8,377.2	485.3	-1,842.9	1,885.9	2.00	0.00	-2.00
10,089.7	90.99	272.54	8,375.6	490.6	-1,932.4	1,975.4	2.00	0.00	-2.00
<b>10089.7 MD Hold</b>									
10,100.0	90.99	272.54	8,375.5	491.1	-1,942.7	1,985.7	0.00	0.00	0.00
10,200.0	90.99	272.54	8,373.7	495.5	-2,042.6	2,085.5	0.00	0.00	0.00
10,300.0	90.99	272.54	8,372.0	500.0	-2,142.5	2,185.2	0.00	0.00	0.00
10,400.0	90.99	272.54	8,370.3	504.4	-2,242.4	2,285.0	0.00	0.00	0.00
10,500.0	90.99	272.54	8,368.6	508.8	-2,342.3	2,384.7	0.00	0.00	0.00
10,600.0	90.99	272.54	8,366.9	513.3	-2,442.2	2,484.5	0.00	0.00	0.00
10,700.0	90.99	272.54	8,365.1	517.7	-2,542.0	2,584.2	0.00	0.00	0.00
10,800.0	90.99	272.54	8,363.4	522.1	-2,641.9	2,684.0	0.00	0.00	0.00
10,900.0	90.99	272.54	8,361.7	526.6	-2,741.8	2,783.7	0.00	0.00	0.00
11,000.0	90.99	272.54	8,360.0	531.0	-2,841.7	2,883.5	0.00	0.00	0.00
11,100.0	90.99	272.54	8,358.2	535.4	-2,941.6	2,983.2	0.00	0.00	0.00
11,200.0	90.99	272.54	8,356.5	539.9	-3,041.5	3,083.0	0.00	0.00	0.00
11,300.0	90.99	272.54	8,354.8	544.3	-3,141.4	3,182.7	0.00	0.00	0.00
11,400.0	90.99	272.54	8,353.1	548.7	-3,241.3	3,282.5	0.00	0.00	0.00
11,500.0	90.99	272.54	8,351.4	553.2	-3,341.1	3,382.2	0.00	0.00	0.00
11,600.0	90.99	272.54	8,349.6	557.6	-3,441.0	3,482.0	0.00	0.00	0.00
11,700.0	90.99	272.54	8,347.9	562.0	-3,540.9	3,581.7	0.00	0.00	0.00
11,800.0	90.99	272.54	8,346.2	566.5	-3,640.8	3,681.5	0.00	0.00	0.00
11,900.0	90.99	272.54	8,344.5	570.9	-3,740.7	3,781.2	0.00	0.00	0.00
12,000.0	90.99	272.54	8,342.7	575.3	-3,840.6	3,881.0	0.00	0.00	0.00
12,100.0	90.99	272.54	8,341.0	579.8	-3,940.5	3,980.7	0.00	0.00	0.00
12,200.0	90.99	272.54	8,339.3	584.2	-4,040.3	4,080.5	0.00	0.00	0.00



# Stryker Directional Survey Report



Company: Mewbourne Oil Company	Local Co-ordinate Reference: Well Ursa 27 B2IL Fed Com #1H
Project: Eddy County, New Mexico	TVD Reference: GL 3408 + 20 @ 3428.0usft (Patterson #)
Site: Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	MD Reference: GL 3408 + 20 @ 3428.0usft (Patterson #)
Well: Ursa 27 B2IL Fed Com #1H	North Reference: Grid
Wellbore: Original Hole	Survey Calculation Method: Minimum Curvature
Design: Plan #1	Database: EDM 5000.1 Single User Db

Planned Survey										
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)	
12,300.0	90.99	272.54	8,337.6	588.6	-4,140.2	4,180.2	0.00	0.00	0.00	
12,400.0	90.99	272.54	8,335.9	593.1	-4,240.1	4,280.0	0.00	0.00	0.00	
12,500.0	90.99	272.54	8,334.1	597.5	-4,340.0	4,379.7	0.00	0.00	0.00	
12,600.0	90.99	272.54	8,332.4	601.9	-4,439.9	4,479.5	0.00	0.00	0.00	
12,700.0	90.99	272.54	8,330.7	606.4	-4,539.8	4,579.2	0.00	0.00	0.00	
12,800.0	90.99	272.54	8,329.0	610.8	-4,639.7	4,679.0	0.00	0.00	0.00	
12,900.0	90.99	272.54	8,327.2	615.2	-4,739.6	4,778.7	0.00	0.00	0.00	
13,000.0	90.99	272.54	8,325.5	619.7	-4,839.4	4,878.5	0.00	0.00	0.00	
13,100.0	90.99	272.54	8,323.8	624.1	-4,939.3	4,978.2	0.00	0.00	0.00	
13,200.0	90.99	272.54	8,322.1	628.5	-5,039.2	5,078.0	0.00	0.00	0.00	
13,300.0	90.99	272.54	8,320.4	633.0	-5,139.1	5,177.7	0.00	0.00	0.00	
13,400.0	90.99	272.54	8,318.6	637.4	-5,239.0	5,277.5	0.00	0.00	0.00	
13,500.0	90.99	272.54	8,316.9	641.8	-5,338.9	5,377.2	0.00	0.00	0.00	
13,600.0	90.99	272.54	8,315.2	646.3	-5,438.8	5,476.9	0.00	0.00	0.00	
13,700.0	90.99	272.54	8,313.5	650.7	-5,538.7	5,576.7	0.00	0.00	0.00	
13,800.0	90.99	272.54	8,311.8	655.1	-5,638.5	5,676.4	0.00	0.00	0.00	
13,900.0	90.99	272.54	8,310.0	659.6	-5,738.4	5,776.2	0.00	0.00	0.00	
14,000.0	90.99	272.54	8,308.3	664.0	-5,838.3	5,875.9	0.00	0.00	0.00	
14,017.9	90.99	272.54	8,308.0	664.8	-5,856.1	5,893.8	0.00	0.00	0.00	
14017.9' MD PBHL										

Design Targets										
Target Name	Dip Angle (°)	Dip Dir (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
PBHL Ursa 27 B2IL F - hit/miss target - Shape - plan hits target center - Point	0.00	0.00	8,308.0	664.8	-5,856.1	624,691.48	612,728.86	32° 43' 0.616 N	103° 58' 0.504 W	
LP Ursa 27 B2IL Fed - plan hits target center - Point	0.00	0.00	8,388.0	371.6	-1,232.9	624,398.31	617,352.14	32° 42' 57.554 N	103° 57' 6.401 W	

Plan Annotations					
Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment	
		+N/-S (usft)	+E/-W (usft)		
7682	7682	0	0	7681.6' MD KOP	
9378	8388	372	-1233	9378.1' MD LP	
9378	8388	372	-1233	Begin 2°/100' Turn	
10,090	8376	491	-1932	10089.7' MD Hold	
14,018	8308	665	-5856	14017.9' MD PBHL	



# Stryker Directional

## Planning Report - Geographic



<b>Database:</b>	EDM 5000.1 Single User Db	<b>Local Co-ordinate Reference:</b>	Well Ursa 27 B2IL Fed Com #1H
<b>Company:</b>	Mewbourne Oil Company	<b>TVD Reference:</b>	GL 3408 + 20 @ 3428.0usft (Patterson #)
<b>Project:</b>	Eddy County, New Mexico	<b>MD Reference:</b>	GL 3408 + 20 @ 3428.0usft (Patterson #)
<b>Site:</b>	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	<b>North Reference:</b>	Grid
<b>Well:</b>	Ursa 27 B2IL Fed Com #1H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	Original Hole		
<b>Design:</b>	Plan#1		

<b>Project</b>	Eddy County, New Mexico		
<b>Map System:</b>	US State Plane 1927 (Exact solution)	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	NAD 1927 (NADCON CONUS)		
<b>Map Zone:</b>	New Mexico East 3001		

<b>Site</b>	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H		
<b>Site Position:</b>	<b>Northing:</b>	624,026.70 usft	<b>Latitude:</b> 32° 42' 53.833 N
<b>From:</b> Map	<b>Easting:</b>	618,585.00 usft	<b>Longitude:</b> 103° 56' 51.987 W
<b>Position Uncertainty:</b>	0.0 usft	<b>Slot Radius:</b> 13-3/16 "	<b>Grid Convergence:</b> 0.21 °

<b>Well</b>	Ursa 27 B2IL Fed Com #1H		
<b>Well Position</b>	<b>+N-S</b>	0.0 usft	<b>Northing:</b> 624,026.70 usft
	<b>+E-W</b>	0.0 usft	<b>Easting:</b> 618,585.00 usft
			<b>Longitude:</b> 103° 56' 51.987 W
<b>Position Uncertainty</b>	0.0 usft	<b>Wellhead Elevation:</b>	<b>Ground Level:</b> 3,408.0 usft

<b>Wellbore</b>	Original Hole		
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Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF2010	3/3/2014	7.46	60.51	48,599

<b>Design</b>	Plan#1		
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<b>Audit Notes:</b>				
<b>Version:</b>	<b>Phase:</b>	PROTOTYPE	<b>Tie On Depth:</b>	0.0

Vertical Section:	Depth From (TVD) (usft)	+N-S (usft)	+E-W (usft)	Direction (°)
	0.0	0.0	0.0	276.48

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N-S (usft)	+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	
7,681.6	0.00	0.00	7,681.6	0.0	0.0	0.00	0.00	0.00	0.00	
8,819.0	90.99	286.77	8,397.7	210.3	-697.6	8.00	8.00	-6.44	286.77	
9,378.1	90.99	286.77	8,388.0	371.6	-1,232.9	0.00	0.00	0.00	0.00	LP Ursa 27 B2IL Fe
10,089.7	90.99	272.54	8,375.6	490.6	-1,932.4	2.00	0.00	-2.00	-89.90	
14,017.9	90.99	272.54	8,308.0	664.8	-5,856.1	0.00	0.00	0.00	0.00	PBHL Ursa 27 B2IL



# Stryker Directional

## Planning Report - Geographic



<b>Database:</b>	EDM 5000.1 Single User Db	<b>Local Co-ordinate Reference:</b>	Well Ursa 27 B2IL Fed Com #1H
<b>Company:</b>	Mewbourne Oil Company	<b>TVD Reference:</b>	GL 3408 + 20 @ 3428.0usft.(Patterson #)
<b>Project:</b>	Eddy County, New Mexico	<b>MD Reference:</b>	GL 3408 + 20 @ 3428.0usft.(Patterson #)
<b>Site:</b>	Section 27-18S-30E-Ursa 27 B2IL Fed Com #1H	<b>North Reference:</b>	Grid
<b>Well:</b>	Ursa 27 B2IL Fed Com #1H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	Original Hole		
<b>Design:</b>	Plan #1		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
0.0	0.00	0.00	0.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
100.0	0.00	0.00	100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
200.0	0.00	0.00	200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
300.0	0.00	0.00	300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
400.0	0.00	0.00	400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
500.0	0.00	0.00	500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
600.0	0.00	0.00	600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
700.0	0.00	0.00	700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
800.0	0.00	0.00	800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
900.0	0.00	0.00	900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,100.0	0.00	0.00	1,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,200.0	0.00	0.00	1,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,300.0	0.00	0.00	1,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,400.0	0.00	0.00	1,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,600.0	0.00	0.00	1,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,700.0	0.00	0.00	1,700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,800.0	0.00	0.00	1,800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
1,900.0	0.00	0.00	1,900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,000.0	0.00	0.00	2,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,100.0	0.00	0.00	2,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,200.0	0.00	0.00	2,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,300.0	0.00	0.00	2,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,400.0	0.00	0.00	2,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,500.0	0.00	0.00	2,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,600.0	0.00	0.00	2,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,700.0	0.00	0.00	2,700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,800.0	0.00	0.00	2,800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
2,900.0	0.00	0.00	2,900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,000.0	0.00	0.00	3,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,100.0	0.00	0.00	3,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,200.0	0.00	0.00	3,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,300.0	0.00	0.00	3,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,400.0	0.00	0.00	3,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,500.0	0.00	0.00	3,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,600.0	0.00	0.00	3,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,700.0	0.00	0.00	3,700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,800.0	0.00	0.00	3,800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
3,900.0	0.00	0.00	3,900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,000.0	0.00	0.00	4,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,100.0	0.00	0.00	4,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,200.0	0.00	0.00	4,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,300.0	0.00	0.00	4,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,400.0	0.00	0.00	4,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,500.0	0.00	0.00	4,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,600.0	0.00	0.00	4,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,700.0	0.00	0.00	4,700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,800.0	0.00	0.00	4,800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
4,900.0	0.00	0.00	4,900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
5,000.0	0.00	0.00	5,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
5,100.0	0.00	0.00	5,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
5,200.0	0.00	0.00	5,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	
5,300.0	0.00	0.00	5,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W	



# Stryker Directional

## Planning Report - Geographic



Database:	EDM 5000.1 Single User Db	Local/Co-ordinate Reference:	Well Ursa 27 B2IL Fed.Com #1H
Company:	Mewbourne Oil Company	TVD Reference:	GL- 3408 + 20 @ 3428.0usft (Patterson #)
Project:	Eddy County, New Mexico	MD Reference:	GL 3408 + 20 @ 3428.0usft (Patterson #)
Site:	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	North Reference:	Grid:
Well:	Ursa 27 B2IL Fed Com #1H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Original Hole		
Design:	Plan#1		

### Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
5,400.0	0.00	0.00	5,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
5,500.0	0.00	0.00	5,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
5,600.0	0.00	0.00	5,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
5,700.0	0.00	0.00	5,700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
5,800.0	0.00	0.00	5,800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
5,900.0	0.00	0.00	5,900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,000.0	0.00	0.00	6,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,100.0	0.00	0.00	6,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,200.0	0.00	0.00	6,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,300.0	0.00	0.00	6,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,400.0	0.00	0.00	6,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,500.0	0.00	0.00	6,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,600.0	0.00	0.00	6,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,700.0	0.00	0.00	6,700.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,800.0	0.00	0.00	6,800.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
6,900.0	0.00	0.00	6,900.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,000.0	0.00	0.00	7,000.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,100.0	0.00	0.00	7,100.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,200.0	0.00	0.00	7,200.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,300.0	0.00	0.00	7,300.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,400.0	0.00	0.00	7,400.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,500.0	0.00	0.00	7,500.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,600.0	0.00	0.00	7,600.0	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
7,681.6	0.00	0.00	7,681.6	0.0	0.0	624,026.70	618,585.00	32° 42' 53.833 N	103° 56' 51.987 W
<b>7681.6 IMD KOP</b>									
7,700.0	1.47	286.77	7,700.0	0.1	-0.2	624,026.77	618,584.78	32° 42' 53.833 N	103° 56' 51.989 W
7,750.0	5.47	286.77	7,749.9	0.9	-3.1	624,027.65	618,581.88	32° 42' 53.842 N	103° 56' 52.023 W
7,800.0	9.47	286.77	7,799.5	2.8	-9.3	624,029.52	618,575.65	32° 42' 53.861 N	103° 56' 52.096 W
7,850.0	13.47	286.77	7,848.5	5.7	-18.9	624,032.39	618,566.14	32° 42' 53.890 N	103° 56' 52.207 W
7,900.0	17.47	286.77	7,896.6	9.5	-31.6	624,036.24	618,553.37	32° 42' 53.928 N	103° 56' 52.357 W
7,950.0	21.47	286.77	7,943.8	14.3	-47.6	624,041.05	618,537.41	32° 42' 53.976 N	103° 56' 52.543 W
8,000.0	25.47	286.77	7,989.6	20.1	-66.7	624,046.79	618,518.35	32° 42' 54.034 N	103° 56' 52.766 W
8,050.0	29.47	286.77	8,034.0	26.7	-88.7	624,053.45	618,496.27	32° 42' 54.100 N	103° 56' 53.024 W
8,100.0	33.47	286.77	8,076.6	34.3	-113.7	624,060.98	618,471.28	32° 42' 54.176 N	103° 56' 53.316 W
8,150.0	37.47	286.77	8,117.3	42.6	-141.5	624,069.35	618,443.51	32° 42' 54.260 N	103° 56' 53.641 W
8,200.0	41.47	286.77	8,155.9	51.8	-171.9	624,078.52	618,413.08	32° 42' 54.352 N	103° 56' 53.997 W
8,250.0	45.47	286.77	8,192.2	61.7	-204.9	624,088.45	618,380.15	32° 42' 54.451 N	103° 56' 54.382 W
8,300.0	49.47	286.77	8,226.0	72.4	-240.1	624,099.08	618,344.88	32° 42' 54.557 N	103° 56' 54.794 W
8,350.0	53.47	286.77	8,257.1	83.7	-277.6	624,110.37	618,307.43	32° 42' 54.670 N	103° 56' 55.232 W
8,400.0	57.47	286.77	8,285.4	95.5	-317.0	624,122.25	618,268.00	32° 42' 54.789 N	103° 56' 55.693 W
8,450.0	61.47	286.77	8,310.8	108.0	-358.2	624,134.68	618,226.77	32° 42' 54.914 N	103° 56' 56.175 W
8,500.0	65.47	286.77	8,333.2	120.9	-401.1	624,147.59	618,183.95	32° 42' 55.043 N	103° 56' 56.676 W
8,550.0	69.47	286.77	8,352.3	134.2	-445.3	624,160.91	618,139.74	32° 42' 55.177 N	103° 56' 57.193 W
8,600.0	73.47	286.77	8,368.2	147.9	-490.6	624,174.59	618,094.36	32° 42' 55.314 N	103° 56' 57.723 W
8,650.0	77.47	286.77	8,380.7	161.9	-537.0	624,188.56	618,048.02	32° 42' 55.453 N	103° 56' 58.265 W
8,700.0	81.47	286.77	8,389.9	176.0	-584.0	624,202.74	618,000.97	32° 42' 55.596 N	103° 56' 58.815 W
8,750.0	85.47	286.77	8,395.6	190.4	-631.6	624,217.07	617,953.41	32° 42' 55.739 N	103° 56' 59.371 W
8,800.0	89.47	286.77	8,397.8	204.8	-679.4	624,231.49	617,905.60	32° 42' 55.883 N	103° 56' 59.930 W
8,819.0	90.99	286.77	8,397.7	210.3	-697.6	624,236.97	617,887.40	32° 42' 55.938 N	103° 57' 0.143 W
8,900.0	90.99	286.77	8,396.3	233.6	-775.1	624,260.34	617,809.87	32° 42' 56.172 N	103° 57' 1.050 W
9,000.0	90.99	286.77	8,394.6	262.5	-870.9	624,289.20	617,714.13	32° 42' 56.461 N	103° 57' 2.169 W
9,100.0	90.99	286.77	8,392.8	291.3	-966.6	624,318.05	617,618.40	32° 42' 56.750 N	103° 57' 3.288 W
9,200.0	90.99	286.77	8,391.1	320.2	-1,062.3	624,346.91	617,522.67	32° 42' 57.039 N	103° 57' 4.407 W
9,300.0	90.99	286.77	8,389.4	349.1	-1,158.1	624,375.76	617,426.94	32° 42' 57.328 N	103° 57' 5.527 W



# Stryker Directional

## Planning Report - Geographic



<b>Database:</b>	EDM 5000.1 Single User Db	<b>Local Co-ordinate Reference:</b>	Well Ursa 27 B2IL Fed Com #1H
<b>Company:</b>	Mewbourne Oil Company	<b>TVDI Reference:</b>	GL 3408 + 20 @ 3428.0usft (Patterson #)
<b>Project:</b>	Eddy County, New Mexico	<b>MD Reference:</b>	GL 3408 + 20 @ 3428.0usft (Patterson #)
<b>Site:</b>	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	<b>North Reference:</b>	Grid
<b>Well:</b>	Ursa 27 B2IL Fed Com #1H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	Original Hole		
<b>Design:</b>	Plan#1		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
9,378.1	90.99	286.77	8,388.0	371.6	-1,232.8	624,398.30	617,352.18	32° 42' 57.554 N	103° 57' 6.401 W
<b>9378.1 MD LP Begin 2°/100' Turn</b>									
9,400.0	90.99	286.34	8,387.6	377.8	-1,253.8	624,404.54	617,331.19	32° 42' 57.616 N	103° 57' 6.646 W
9,500.0	91.00	284.34	8,385.9	404.3	-1,350.2	624,430.98	617,234.77	32° 42' 57.881 N	103° 57' 7.774 W
9,600.0	91.00	282.34	8,384.1	427.3	-1,447.5	624,454.04	617,137.48	32° 42' 58.113 N	103° 57' 8.911 W
9,700.0	91.00	280.34	8,382.4	447.0	-1,545.5	624,473.69	617,039.45	32° 42' 58.311 N	103° 57' 10.058 W
9,800.0	91.00	278.34	8,380.7	463.2	-1,644.2	624,489.91	616,940.80	32° 42' 58.475 N	103° 57' 11.212 W
9,900.0	90.99	276.33	8,378.9	476.0	-1,743.4	624,502.67	616,841.64	32° 42' 58.605 N	103° 57' 12.372 W
10,000.0	90.99	274.33	8,377.2	485.3	-1,842.9	624,511.97	616,742.09	32° 42' 58.700 N	103° 57' 13.537 W
10,089.7	90.99	272.54	8,375.6	490.6	-1,932.4	624,517.35	616,652.57	32° 42' 58.757 N	103° 57' 14.585 W
<b>10089.7 MD Hold</b>									
10,100.0	90.99	272.54	8,375.5	491.1	-1,942.7	624,517.80	616,642.28	32° 42' 58.762 N	103° 57' 14.705 W
10,200.0	90.99	272.54	8,373.7	495.5	-2,042.6	624,522.24	616,542.39	32° 42' 58.809 N	103° 57' 15.874 W
10,300.0	90.99	272.54	8,372.0	500.0	-2,142.5	624,526.67	616,442.51	32° 42' 58.856 N	103° 57' 17.043 W
10,400.0	90.99	272.54	8,370.3	504.4	-2,242.4	624,531.10	616,342.62	32° 42' 58.904 N	103° 57' 18.212 W
10,500.0	90.99	272.54	8,368.6	508.8	-2,342.3	624,535.54	616,242.73	32° 42' 58.951 N	103° 57' 19.381 W
10,600.0	90.99	272.54	8,366.9	513.3	-2,442.2	624,539.97	616,142.85	32° 42' 58.999 N	103° 57' 20.550 W
10,700.0	90.99	272.54	8,365.1	517.7	-2,542.0	624,544.40	616,042.96	32° 42' 59.046 N	103° 57' 21.719 W
10,800.0	90.99	272.54	8,363.4	522.1	-2,641.9	624,548.83	615,943.07	32° 42' 59.093 N	103° 57' 22.888 W
10,900.0	90.99	272.54	8,361.7	526.6	-2,741.8	624,553.27	615,843.18	32° 42' 59.141 N	103° 57' 24.057 W
11,000.0	90.99	272.54	8,360.0	531.0	-2,841.7	624,557.70	615,743.30	32° 42' 59.188 N	103° 57' 25.226 W
11,100.0	90.99	272.54	8,358.2	535.4	-2,941.6	624,562.13	615,643.41	32° 42' 59.235 N	103° 57' 26.395 W
11,200.0	90.99	272.54	8,356.5	539.9	-3,041.5	624,566.57	615,543.52	32° 42' 59.283 N	103° 57' 27.564 W
11,300.0	90.99	272.54	8,354.8	544.3	-3,141.4	624,571.00	615,443.64	32° 42' 59.330 N	103° 57' 28.733 W
11,400.0	90.99	272.54	8,353.1	548.7	-3,241.3	624,575.43	615,343.75	32° 42' 59.378 N	103° 57' 29.902 W
11,500.0	90.99	272.54	8,351.4	553.2	-3,341.1	624,579.87	615,243.86	32° 42' 59.425 N	103° 57' 31.070 W
11,600.0	90.99	272.54	8,349.6	557.6	-3,441.0	624,584.30	615,143.98	32° 42' 59.472 N	103° 57' 32.239 W
11,700.0	90.99	272.54	8,347.9	562.0	-3,540.9	624,588.73	615,044.09	32° 42' 59.520 N	103° 57' 33.408 W
11,800.0	90.99	272.54	8,346.2	566.5	-3,640.8	624,593.16	614,944.20	32° 42' 59.567 N	103° 57' 34.577 W
11,900.0	90.99	272.54	8,344.5	570.9	-3,740.7	624,597.60	614,844.32	32° 42' 59.614 N	103° 57' 35.746 W
12,000.0	90.99	272.54	8,342.7	575.3	-3,840.6	624,602.03	614,744.43	32° 42' 59.662 N	103° 57' 36.915 W
12,100.0	90.99	272.54	8,341.0	579.8	-3,940.5	624,606.46	614,644.54	32° 42' 59.709 N	103° 57' 38.084 W
12,200.0	90.99	272.54	8,339.3	584.2	-4,040.3	624,610.90	614,544.66	32° 42' 59.756 N	103° 57' 39.253 W
12,300.0	90.99	272.54	8,337.6	588.6	-4,140.2	624,615.33	614,444.77	32° 42' 59.804 N	103° 57' 40.422 W
12,400.0	90.99	272.54	8,335.9	593.1	-4,240.1	624,619.76	614,344.88	32° 42' 59.851 N	103° 57' 41.591 W
12,500.0	90.99	272.54	8,334.1	597.5	-4,340.0	624,624.20	614,245.00	32° 42' 59.898 N	103° 57' 42.760 W
12,600.0	90.99	272.54	8,332.4	601.9	-4,439.9	624,628.63	614,145.11	32° 42' 59.946 N	103° 57' 43.929 W
12,700.0	90.99	272.54	8,330.7	606.4	-4,539.8	624,633.06	614,045.22	32° 42' 59.993 N	103° 57' 45.098 W
12,800.0	90.99	272.54	8,329.0	610.8	-4,639.7	624,637.50	613,945.33	32° 43' 0.040 N	103° 57' 46.267 W
12,900.0	90.99	272.54	8,327.2	615.2	-4,739.6	624,641.93	613,845.45	32° 43' 0.088 N	103° 57' 47.436 W
13,000.0	90.99	272.54	8,325.5	619.7	-4,839.4	624,646.36	613,745.56	32° 43' 0.135 N	103° 57' 48.605 W
13,100.0	90.99	272.54	8,323.8	624.1	-4,939.3	624,650.79	613,645.67	32° 43' 0.182 N	103° 57' 49.774 W
13,200.0	90.99	272.54	8,322.1	628.5	-5,039.2	624,655.23	613,545.79	32° 43' 0.230 N	103° 57' 50.943 W
13,300.0	90.99	272.54	8,320.4	633.0	-5,139.1	624,659.66	613,445.90	32° 43' 0.277 N	103° 57' 52.112 W
13,400.0	90.99	272.54	8,318.6	637.4	-5,239.0	624,664.09	613,346.01	32° 43' 0.324 N	103° 57' 53.281 W
13,500.0	90.99	272.54	8,316.9	641.8	-5,338.9	624,668.53	613,246.13	32° 43' 0.372 N	103° 57' 54.450 W
13,600.0	90.99	272.54	8,315.2	646.3	-5,438.8	624,672.96	613,146.24	32° 43' 0.419 N	103° 57' 55.619 W
13,700.0	90.99	272.54	8,313.5	650.7	-5,538.7	624,677.39	613,046.35	32° 43' 0.466 N	103° 57' 56.788 W
13,800.0	90.99	272.54	8,311.8	655.1	-5,638.5	624,681.83	612,946.47	32° 43' 0.513 N	103° 57' 57.957 W
13,900.0	90.99	272.54	8,310.0	659.6	-5,738.4	624,686.26	612,846.58	32° 43' 0.561 N	103° 57' 59.126 W
14,000.0	90.99	272.54	8,308.3	664.0	-5,838.3	624,690.69	612,746.69	32° 43' 0.608 N	103° 58' 0.295 W
14,017.9	90.99	272.54	8,308.0	664.8	-5,856.1	624,691.48	612,728.86	32° 43' 0.616 N	103° 58' 0.504 W

14017.9' MD PBHL



# Stryker Directional Planning Report - Geographic



Database:	EDM 5000.1 Single User Db	Local Co-ordinate/Reference:	Well Ursa 27 B2IL Fed Com #1H
Company:	Mewbourne Oil Company	TVD Reference:	GL 3408 + 20 @ 3428.0usft (Patterson #)
Project:	Eddy County, New Mexico	MD Reference:	GL 3408 + 20 @ 3428.0usft (Patterson #)
Site:	Section 27-18S-30E Ursa 27 B2IL Fed Com #1H	North Reference:	Grid
Well:	Ursa 27 B2IL Fed Com #1H	Survey/Calculation Method:	Minimum Curvature
Wellbore Design:	Original Hole Plan #1		

Design Targets										
Target Name	hit/miss target	Dip Angle	Dip Dir.	TVD	+N/S	+E/W	Northing	Easting	Latitude	Longitude
Shape		(°)	(°)	(usft)	(usft)	(usft)	(usft)	(usft)		
PBHL Ursa 27 B2IL F		0.00	0.00	8,308.0	664.8	-5,856.1	624,691.48	612,728.86	32° 43' 0.616 N	103° 58' 0.504 W
- plan hits target center										
- Point										
LP Ursa 27 B2IL Fed		0.00	0.00	8,388.0	371.6	-1,232.9	624,398.31	617,352.14	32° 42' 57.554 N	103° 57' 6.401 W
- plan hits target center										
- Point										

Plan Annotations				
Measured Depth	Vertical Depth	Local Coordinates		Comment
(usft)	(usft)	+N/S (usft)	+E/W (usft)	
7,681.6	7,681.6	0.0	0.0	7681.6' MD KOP
9,378.1	8,388.0	371.6	-1,232.8	9378.1' MD LP
9,378.1	8,388.0	371.6	-1,232.8	Begin 2°/100' Turn
10,089.7	8,375.6	490.6	-1,932.4	10089.7' MD Hold
14,017.9	8,308.0	664.8	-5,856.1	14017.9' MD PBHL

# 13 5/8" 2M BOPE & Closed Loop Equipment Schematic

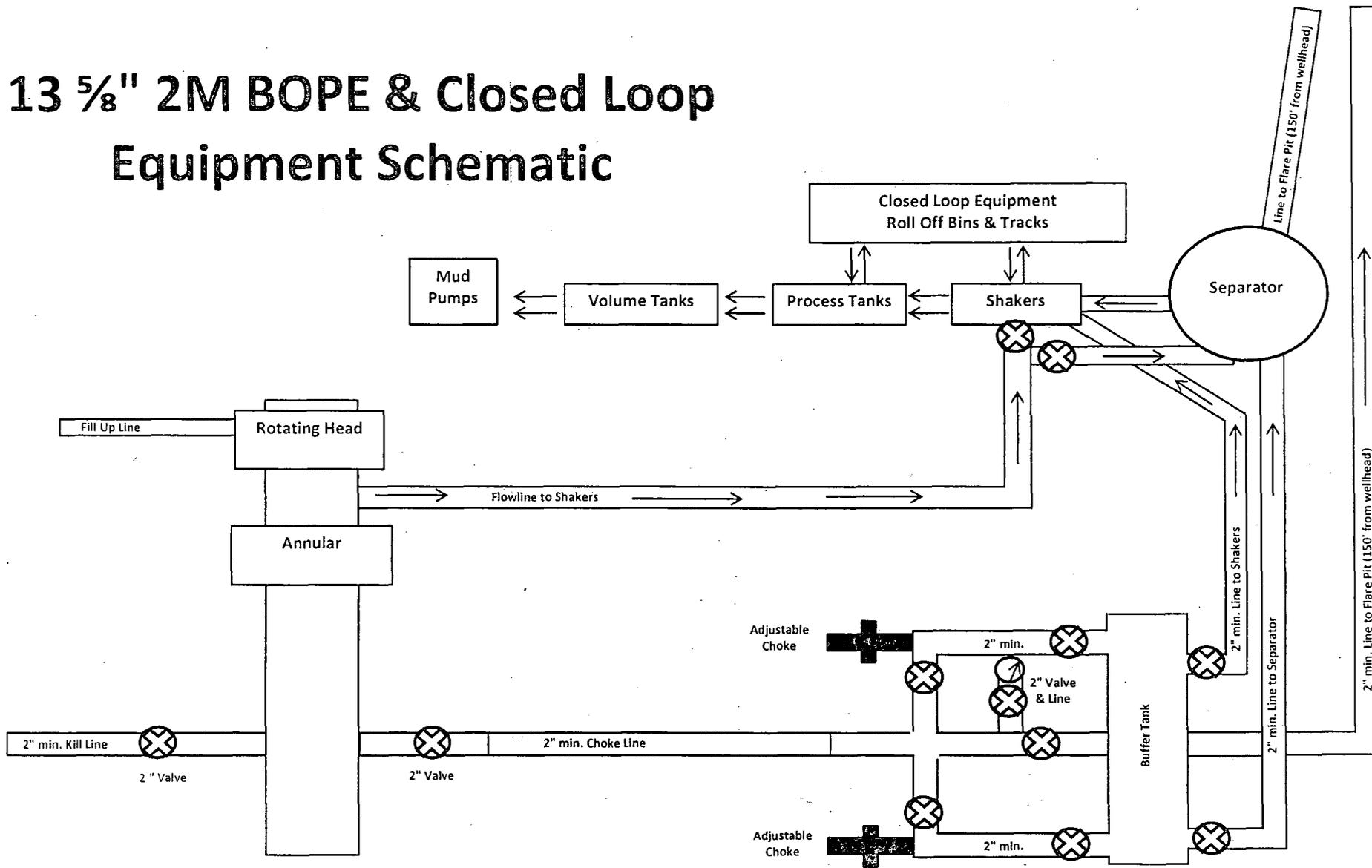


Exhibit 2A  
 Ursa 27 B2IL Fed Com #1H

# 11" 3M BOPE & Closed Loop Equipment Schematic

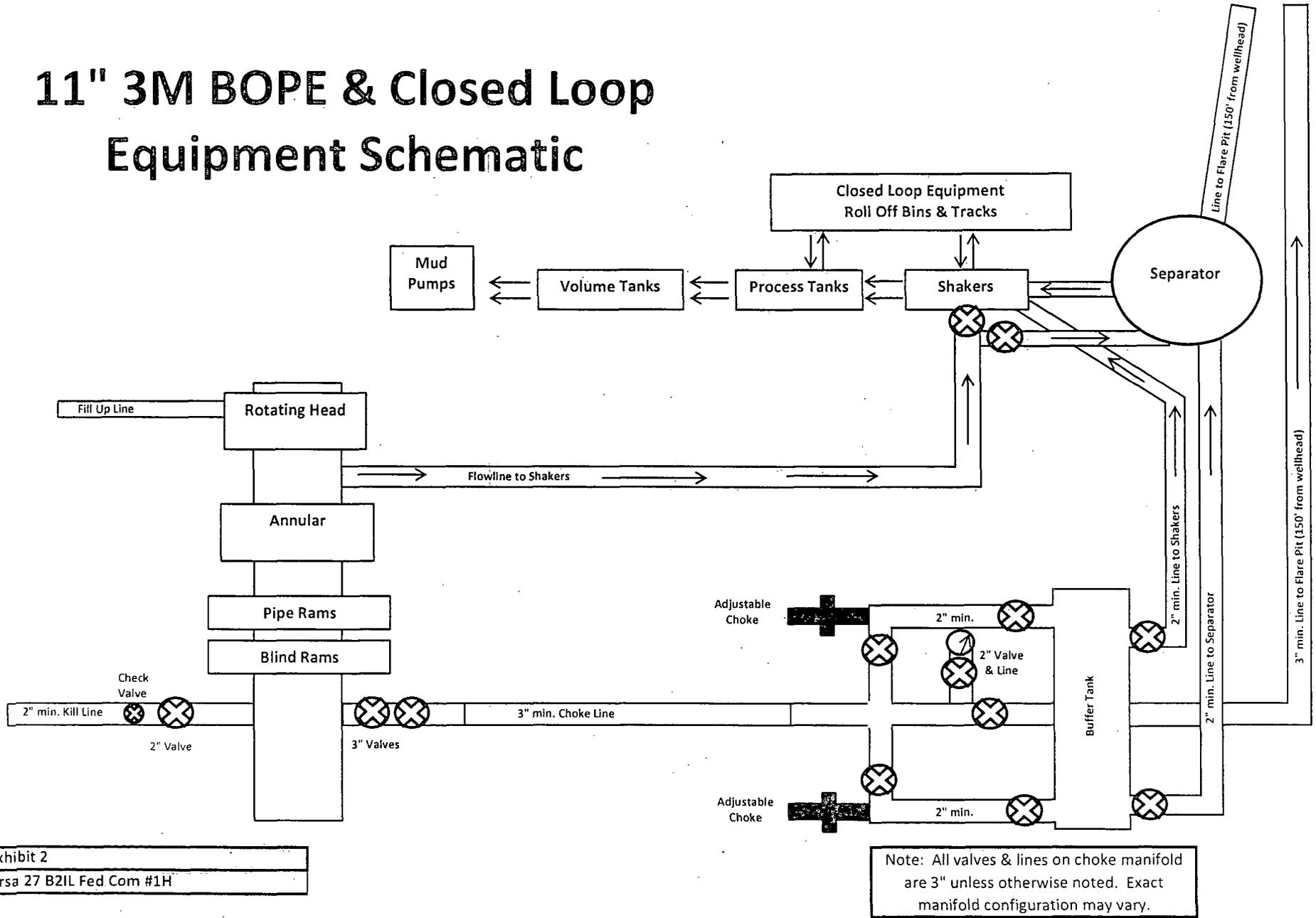


Exhibit 2  
Ursa 27 B2IL Fed Com #1H

**Notes Regarding Blowout Preventer**

**Mewbourne Oil Company**

Ursa 27 B2IL Fed Com #1H  
1425' FSL & 903' FWL (SHL)

Sec 26-T18S-R30E

Eddy County

- I. Drilling nipple (bell nipple) to be constructed so that it can be removed without the use of a welder through the opening of the rotary table, with minimum internal diameter equal to blowout preventer bore.
- II. Blowout preventer and all fittings must be in good condition with a minimum 3000 psi working pressure on 9 5/8" and 7" casing.
- III. Safety valve must be available on the rig floor at all times with proper connections to install in the drill string. Valve must be full bore with minimum 3000 psi working pressure.
- IV. Equipment through which bit must pass shall be at least as large as internal diameter of the casing.
- V. A kelly cock shall be installed on the kelly at all times.

Blowout preventer closing equipment to include and accumulator of at least 40 gallon capacity, two independent sources of pressure on closing unit, and meet all other API specifications.

H2S Diagram  
 Closed Loop Pad Dimensions 340' x 340'

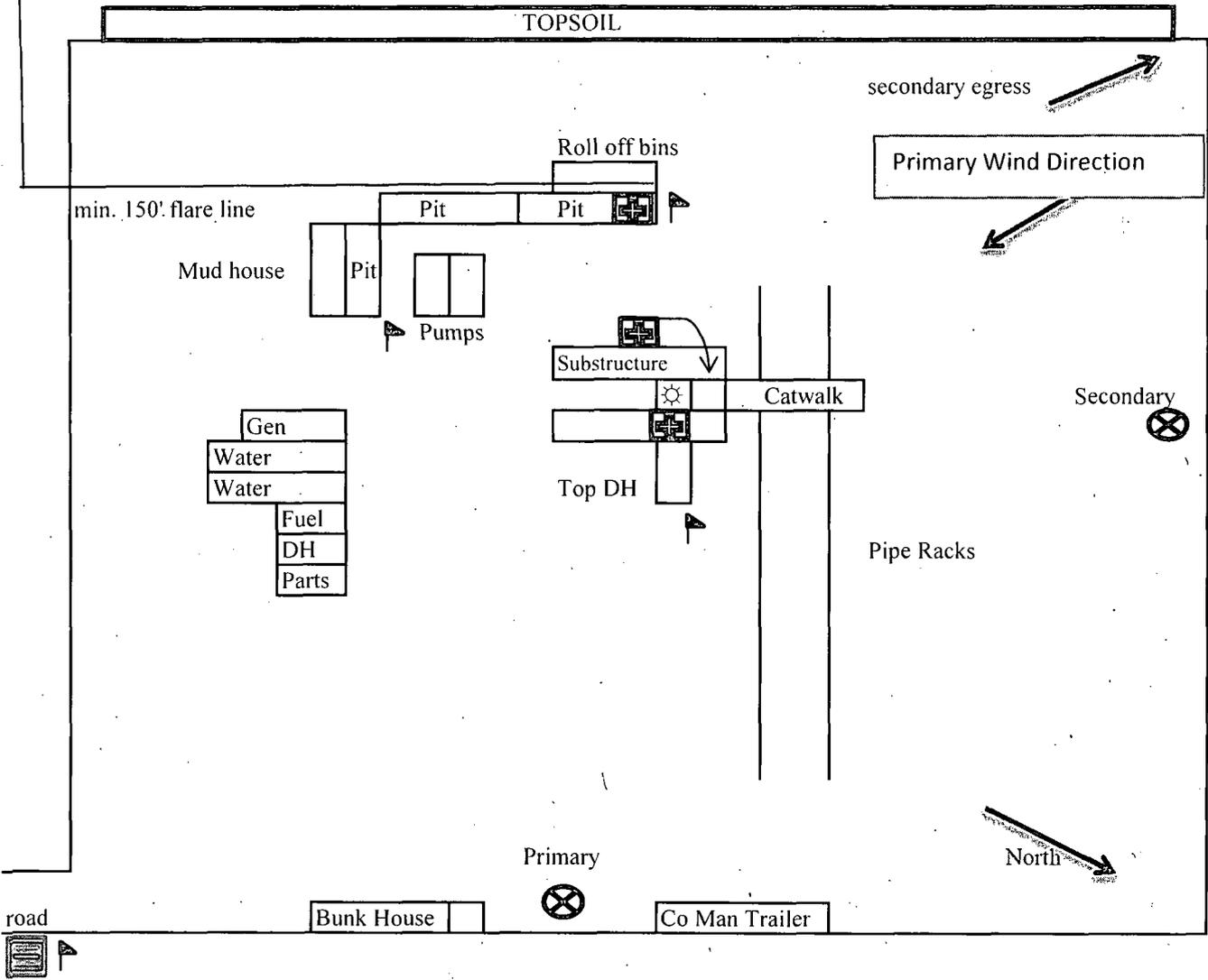


Exhibit 6

Mewbourne Oil Company  
 Ursa 27 B2IL Fed Com #1H  
 1425' FSL & 903' FWL  
 Sec. 26 T18S R30E  
 Eddy County, NM

-  = Warning Signs
-  = Wind Markers
-  = H2S Monitors
-  = Safety Stations

H2S Diagram

Closed Loop Pad Dimensions 340' x 340'

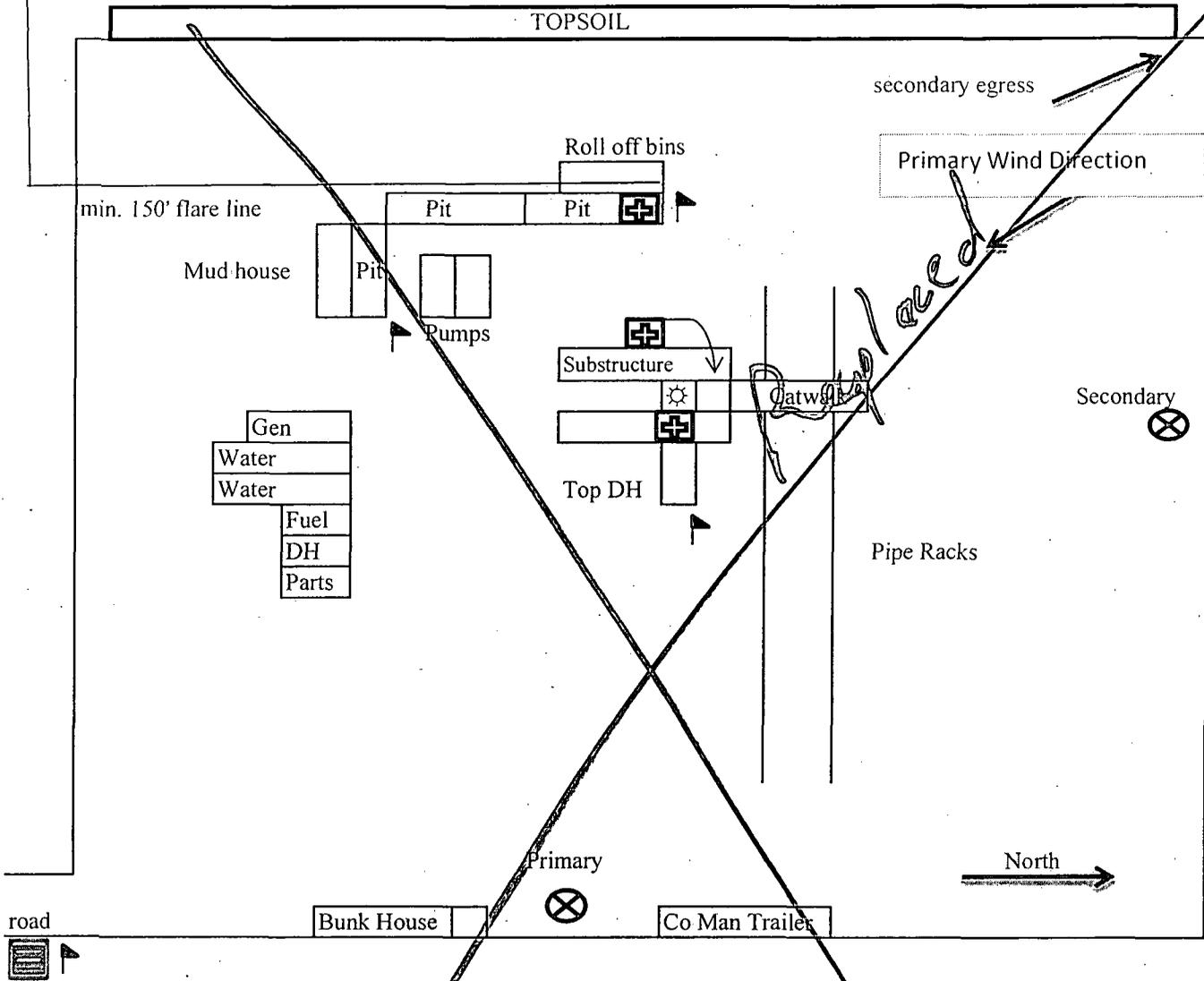


Exhibit 6

Mewbourne Oil Company  
Ursa 27 B21L Fed Com #1H  
1425' FSL & 905' FWL  
Sec. 26 T18S R30E  
Eddy County, NM

-  = Warning Signs
-  = Wind Markers
-  = H2S Monitors
-  = Safety Stations

## Hydrogen Sulfide Drilling Operations Plan

**Mewbourne Oil Company**  
Ursa 27 B2IL Fed Com #1H  
1425' FSL & 903' FWL (SHL)  
Sec 26-T18S-R30E  
Eddy County, NM

### 1. **General Requirements**

Rule 118 does not apply to this well because MOC has researched this area and no high concentrations of H<sub>2</sub>S were found. MOC will have on location and working all H<sub>2</sub>S 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 known 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.

#### 1. Well Control Equipment

- 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. Protective Equipment for Essential Personnel

Thirty minute self contained work unit located in the dog house and at briefing areas.

Additionally: If H<sub>2</sub>S 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 H<sub>2</sub>S are detected the well will be shut in MOC will follow Onshore Order 6 and install a rotating head, mud/gas separator, remote choke and flare line with igniter will be installed.

3. Hydrogen Sulfide Protection and Monitoring Equipment

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. Visual Warning Systems

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. 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**

<b>Lea County Sheriff's Office</b>	<b>911 or 575-396-3611</b>
<b>Ambulance Service</b>	<b>911 or 575-885-2111</b>
<b>Carlsbad Fire Dept</b>	<b>911 or 575-885-2111</b>
<b>Closest Medical Facility - Columbia Medical Center of Carlsbad</b>	<b>575-492-5000</b>

<b>Mewbourne Oil Company</b>	<b>Hobbs District Office</b>	<b>575-393-5905</b>
	<b>Fax</b>	<b>575-397-6252</b>
	<b>2<sup>nd</sup> Fax</b>	<b>575-393-7259</b>

<b>District Manager</b>	<b>Micky Young</b>	<b>575-390-0999</b>
<b>Drilling Superintendent</b>	<b>Frosty Lathan</b>	<b>575-390-4103</b>
	<b>Bradley Bishop</b>	<b>575-390-6838</b>
<b>Drilling Foreman</b>	<b>Wesley Noseff</b>	<b>575-441-0729</b>

Closed Loop Pad Dimensions 340' x 340'

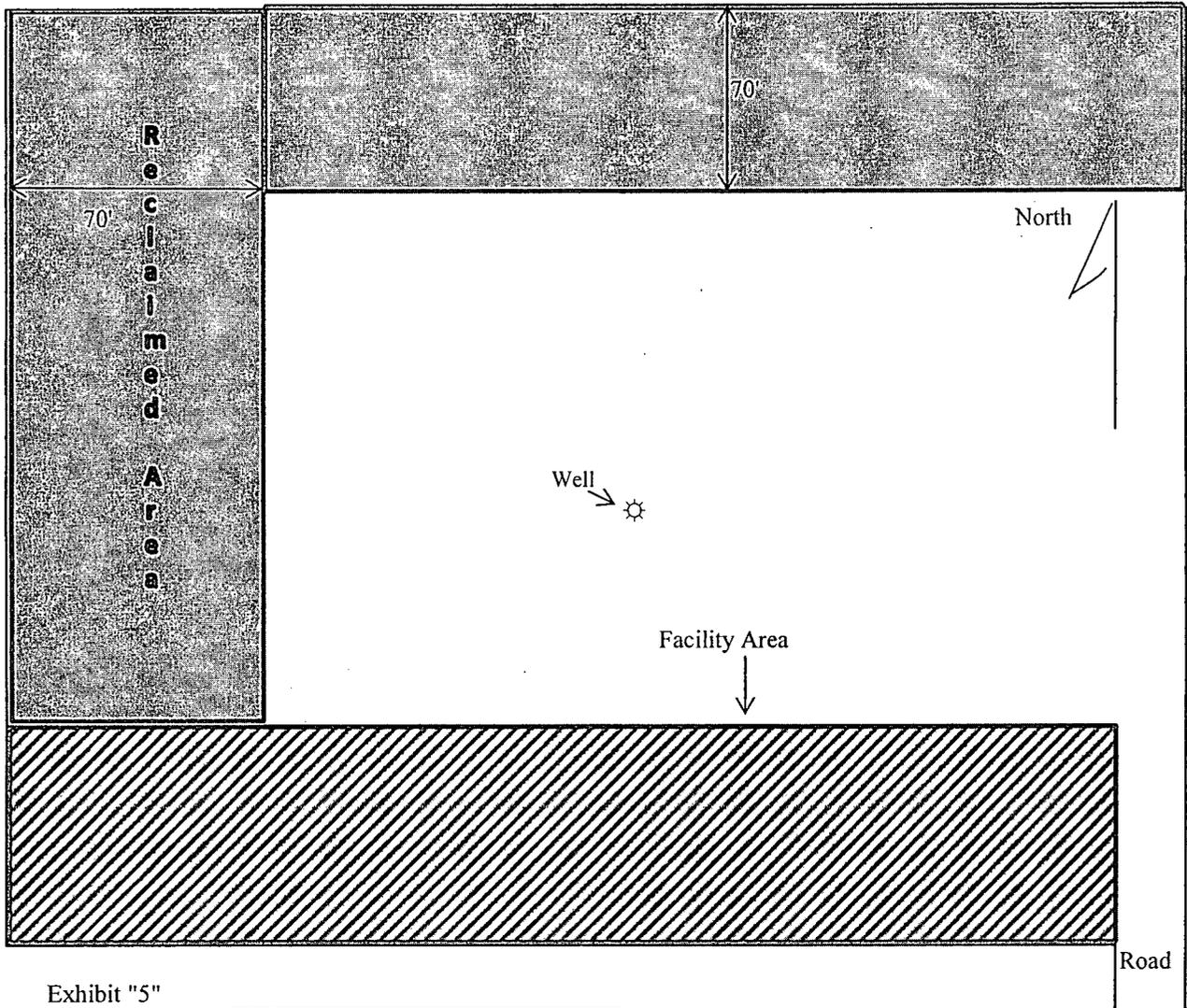


Exhibit "5"

Mewbourne Oil Company  
Ursa 27B2IL Fed Com #1H  
1425' FSL & 903' FWL  
Sec. 26 T18S R30E  
Eddy County, NM

MEWBOURNE OIL COMPANY

P. O. BOX 7698

TYLER, TEXAS 75711

Lease Ursa 27 B2IL Fed Com Well No 1H Location \_\_\_\_\_  
County Eddy ST NM Section 26 TwnShp 18S Rng 30E  
Section \_\_\_\_\_ Blk \_\_\_\_\_ Survey \_\_\_\_\_  
Filename \_\_\_\_\_ Page 1

API No.

DATE	DAILY REPORTS
FEB 14 2014	<p>Met with Tanner Nygren (BLM) &amp; WTC Surveying &amp; moved location due to sand dunes. Re-staked location @ <b>1425' FSL &amp; 903' FWL, Sec 26, T18S, R30E</b>, Eddy Co., NM. (Elevation @ 3408'). This appears to be a drillable location with pits to the West. Road will be on SE corner heading East to existing road. A BLM road ROW to Grubbs Road will be needed. Battery will be on South side. Topsoil to the West 30' wide. Reclaim west-70' &amp; north-70'. Archaeology is cleared through BLM MOA. (BPS)</p>

## MULTI-POINT SURFACE USE AND OPERATIONS PLAN

### MEWBOURNE OIL COMPANY

Ursa 27 B2IL Fed Com #1H  
1425' FSL & 903' FWL (SHL)  
Sec 26-T18S-R30E  
Eddy County, NM

This plan is submitted with Form 3160-3, Application for Permit to Drill, Covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of the surface disturbance involved, and the procedures to be followed in restoring the surface so that a complete appraisal can be made of the environmental impact associated with the proposed operations.

#### **1. Existing Roads:**

- A. Exhibit #3 is a road map showing the location of the proposed well. Existing roads are highlighted in black. Exhibits #3-#3C are maps showing the location of the proposed well and access road. Existing and proposed roads are highlighted in black.
- B. Directions to location: From the intersection of Duvall Shaft & Grubbs Road, go east on Grubbs for 2.5 miles and turn left. Go .1 mile to staked location on left.
- C. Existing roads will be maintained in a condition the same as or better than before operations begin.

#### **2. Proposed Access Road:**

- A. Approx. 1348 feet of new road construction will be needed.
- B. The maximum width of the driving surface will be 14 feet. The road will be crowned and ditched with a 2% slope from the tip of the crown to the edge of the driving surface. The ditches will be 1 foot deep with 3:1 slopes. The road will be surfaced with 6" of rolled and compacted caliche.
- C. Mewbourne Oil Co. will cooperate with other operators in the maintenance of lease roads.

#### **3. Location of Existing Wells:**

There are producing wells within the immediate vicinity of the well site. Exhibit #4 shows existing wells within a one mile radius.

#### **4. Location of Existing and/or Proposed Facilities:**

- A. There are no production facilities on this lease at the present time.
- B. In the event that the well is productive, production facilities will be built on the south edge of the location. Electric lines and gas lines will be filed for at a later date.
- C. All production vessels left on location will be painted to conform to BLM painting stipulations within 180 days of installation.

#### **5. Location and Type of Water Supply**

The well will be drilled with a combination of fresh water and brine water based mud systems. The water will be obtained from commercial suppliers in the area and/or hauled to the location by

transport trucks over existing and proposed roads as indicated in Exhibit #3.

## 6. Source of Construction Materials

All material required for construction of the drill pad and access roads will be obtained from private, state, or federal pits. The construction contractor will be solely responsible for securing construction materials required for this operation and paying any royalties that may be required on those materials.

## 7. Methods of Handling Waste Disposal:

- A. Drill cuttings not retained for evaluation purposed will be hauled to an off-site permitted facility.
- B. Water produced during operations will be hauled to an off-site permitted SWD in the area.
- C. If any liquid hydrocarbons are produced during operations, those liquids will be stored in suitable tanks until sold.
- D. Sewage and gray water will be safely contained on-site, and then waste will be disposed at an approved off-site facility.
- E. All trash, junk, and other waste materials will be stored in proper containers to prevent dispersal and will be removed to an appropriate facility within one week of cessation of drilling and completion activities.
- F. MOC will utilize a closed loop system during drilling operations.

## 8. Ancillary Facilities

There are no ancillary facilities within the immediate vicinity of the proposed well site.

## 9. Well Site Layout

- A. A diagram of the drill pad is shown in Exhibit #6. Dimensions of the pad and location of major rig components are shown.
- B. The pad dimension of 340' x 340' has been staked and flagged.

## 10. Plans for Restoration of Surface

- A. Within 120 days of cessation of drilling and completion operations, all equipment not necessary for production operations will be removed. The location and surrounding area will be cleaned of all trash and junk to assure the well site is left as esthetically pleasing as reasonably possible.
- B. Interim reclamation:
  - i. All areas not needed for production operations will be reclaimed as shown in the interim reclamation layout, exhibit #5.

- ii. In these areas, caliche will be removed, the land will be recontoured to match the surrounding area, the topsoil from the stockpile will be spread over these areas.
- iii. The disturbed area will be restored by seeding during the proper growing season.
- iv. Any additional caliche required for production facilities will be obtained from the reclaimed areas.

C. Final Reclamation:

- i. Upon cessation of the proposed operations, if the well is abandoned, all equipment and trash will be removed and taken to a proper facility.
- ii. The location and road surfacing material will be removed and used to patch area lease roads.
- iii. The entire location will be restored to the original contour as much as reasonable possible.
- iv. The topsoil used for interim reclamation will be spread over the entire location.
- v. The disturbed area will be restored by seeding during the proper growing season.

All restoration work will be completed within 180 days of cessation of activities.

**11. Surface Ownership:**

The surface is owned by State of NM. Archaeology is cleared through BLM MOA.

**12. Other Information:**

- A. The primary use of the surface at the location is for grazing of livestock.

**13. Operators Representative:**

- A. Through APD approval, drilling, completion and production operations:

**N.M. Young, District Manager**  
Mewbourne Oil Company  
PO Box 5270  
Hobbs, NM 88241  
575-393-5905



# Mewbourne Oil Company

Midland, Texas

## INTEROFFICE MEMORANDUM

**DATE:** January 13, 2014

**TO:** Bradley Bishop

**FROM:** Paul Haden 

**SUBJECT:** Ursa 27 Federal Com #2H and #3H Wells  
N/2S/2 and S/2N/2 Section 27,  
T18S, R30E  
Eddy County, New Mexico

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Bradley, regarding your filing the APDs for the captioned wells, Mewbourne Oil Company owns a 46.62500% contractual interest in the Operating Rights covering the captioned land as to the Bone Spring formation. Mewbourne's rights are derived from a Joint Development Agreement and Operating Agreement dated March 1, 2011 covering the captioned land, among other lands naming Mewbourne Oil Company as Operator and Chevron U.S.A. Inc. as Non-Operator. Also Mewbourne's interest in the Operating Rights is derived from several Assignments of Operating Rights from third parties and an Operating Agreement covering the captioned land as to the Bone Spring formation naming Mewbourne Oil Company as Operator and Paula and Patricia Slayton, et al as Non-Operators.

When filing the APDs for the captioned wells, please include a copy of this Memo with your APDs for the BLM's information.

xc: Drew Robison

## PECOS DISTRICT CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	Mewbourne Oil Company
<b>LEASE NO.:</b>	NMNM-033775
<b>WELL NAME &amp; NO.:</b>	Ursa 27 B2IL Fed Com 1H
<b>SURFACE HOLE FOOTAGE:</b>	1425' FSL & 0903' FWL
<b>BOTTOM HOLE FOOTAGE:</b>	2100' FSL & 0330' FWL Sec. 27, T. 18 S., R 30 E.
<b>LOCATION:</b>	Section 26, T. 18 S., R 30 E., NMPM
<b>COUNTY:</b>	Eddy County, New Mexico

### TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

- General Provisions**
- Permit Expiration**
- Archaeology, Paleontology, and Historical Sites**
- Noxious Weeds**
- Special Requirements**
  - Low Water Crossings on Access Road
  - Lesser Prairie-Chicken Timing Stipulations
  - Ground-level Abandoned Well Marker
  - Communitization Agreement
- Construction**
  - Notification
  - Topsoil
  - Closed Loop System
  - Federal Mineral Material Pits
  - Well Pads
  - Roads
- Road Section Diagram**
- Drilling**
  - Cement Requirements
  - H2S Requirements
  - Secretary's Potash
  - Logging Requirements
  - Waste Material and Fluids
- Production (Post Drilling)**
  - Well Structures & Facilities
- Interim Reclamation**
- Final Abandonment & Reclamation**

## **I. GENERAL PROVISIONS**

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

## **II. PERMIT EXPIRATION**

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

## **III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES**

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator 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 shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

## **IV. NOXIOUS WEEDS**

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, pads, associated pipeline 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.

## V. SPECIAL REQUIREMENT(S)

### **Low Water Crossing on Access Road**

A low water crossing shall be constructed on the access road where drainages/arroyos cross the road. At least one crossing needs to be constructed near the proposed well pad. The low water crossing shall be accomplished by dipping the road down to the bed of the drainage. Material moved from the banks of the crossing shall be stockpiled near the road edge. Gravel or cobble shall be used as the primary material for the road bed in the low water crossing.

### **Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:**

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

**Ground-level Abandoned Well Marker to avoid raptor perching:** Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

### **Communitization Agreement**

A Communitization Agreement covering the acreage dedicated to this well must be filed for approval with the BLM. The effective date of the agreement shall be prior to any sales. In addition, the well sign shall include the surface and bottom hole lease numbers. If the Communitization Agreement number is known, it shall also be on the sign. If not, it shall be placed on the sign when the sign is replaced.

## **VI. CONSTRUCTION**

### **A. NOTIFICATION**

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

### **B. TOPSOIL**

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

### **C. CLOSED LOOP SYSTEM**

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

### **D. FEDERAL MINERAL MATERIALS PIT**

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

### **E. WELL PAD SURFACING**

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

### **F. EXCLOSURE FENCING (CELLARS & PITS)**

### **Exclosure Fencing**

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

## **G. ON LEASE ACCESS ROADS**

### **Road Width**

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

### **Surfacing**

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

### **Crowning**

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

### **Ditching**

Ditching shall be required on both sides of the road.

### **Turnouts**

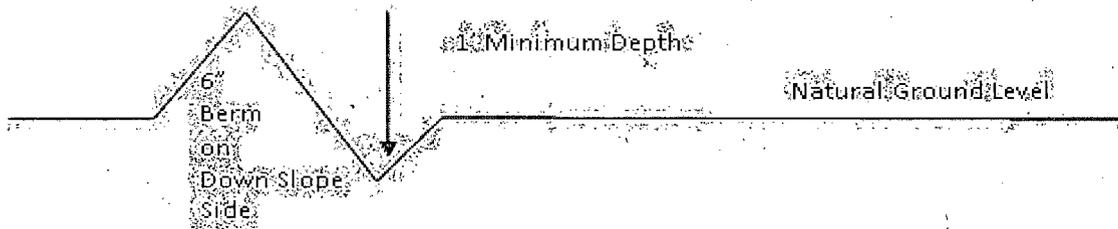
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

### **Drainage**

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

### Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

### Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

### Cattleguards

An appropriately sized cattleguard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattleguards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguards that are in place and are utilized during lease operations.

### Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

### Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

**Construction Steps**

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

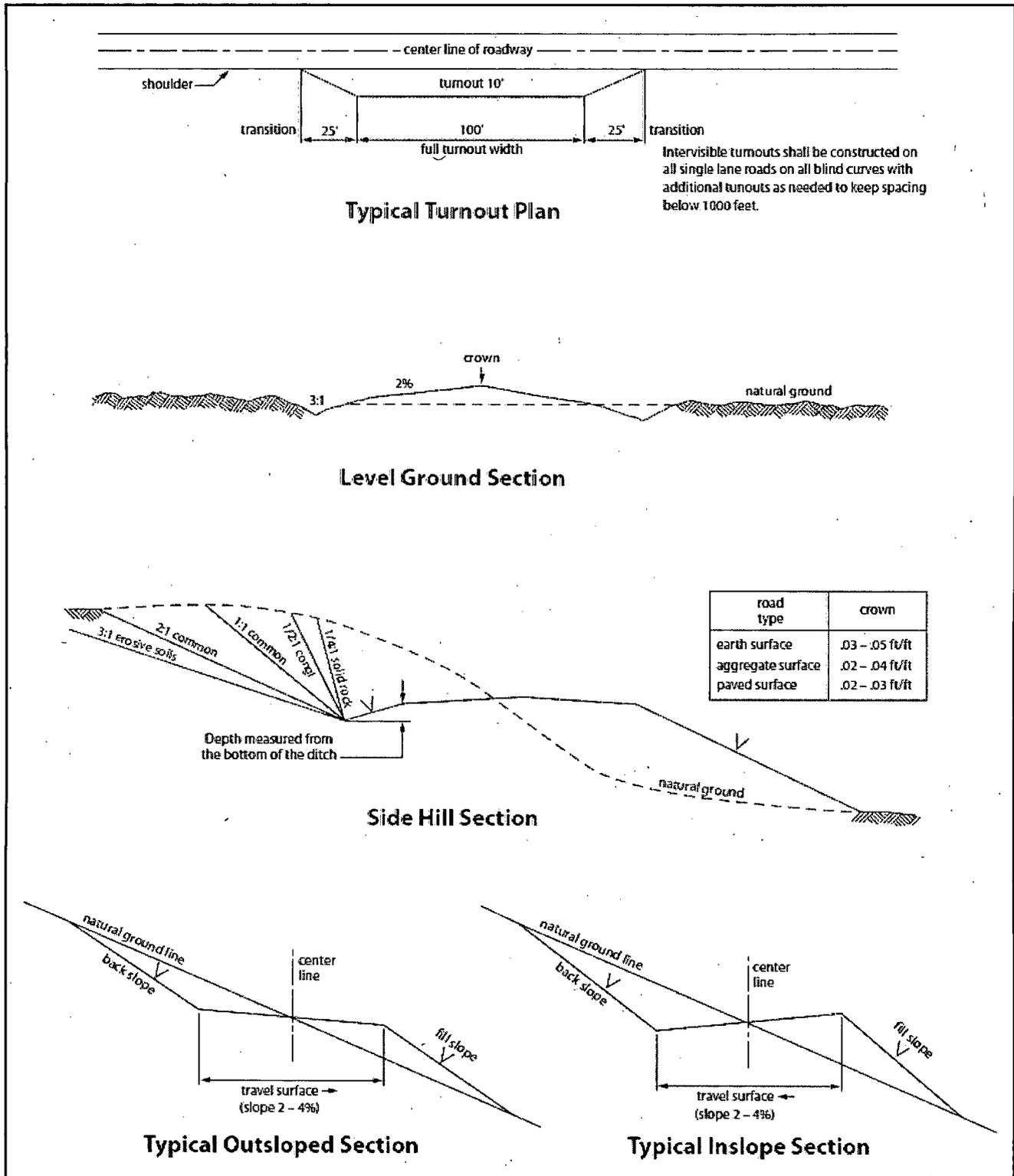


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

## VII. DRILLING

### A. DRILLING OPERATIONS 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

1. **Hydrogen Sulfide (H<sub>2</sub>S) monitors shall be installed prior to drilling out the surface shoe and a Hydrogen Sulfide (H<sub>2</sub>S) Drilling Plan shall be activated 500 feet prior to drilling into the Queen 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.**
2. 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. **If the drilling rig is removed without approval – an Incident of Non-Compliance will be written and will be a “Major” violation.**
3. 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 is located, this does not include the dog house or stairway area.
4. **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.**

## **B. CASING**

Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size. 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.).

**Centralizers required on surface casing per Onshore Order 2.III.B.1.f.**

**Wait on cement (WOC) time prior to drilling out for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. DURING THIS WOC TIME, NO DRILL PIPE, ETC. SHALL BE RUN IN THE HOLE. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. IF OPERATOR DOES NOT HAVE THE WELL SPECIFIC CEMENT DETAILS ONSITE PRIOR TO PUMPING THE CEMENT FOR EACH CASING STRING, THE WOC WILL BE 30 HOURS. See individual casing strings for details regarding lead cement slurry requirements.**

**No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.**

### **Secretary's Potash**

**Possibility of water flows in the Artesia Group, Salado, and Queen.**

**Possibility of lost circulation in the Artesia Group, Rustler, Grayburg, San Andres, and Delaware.**

1. **The 13-3/8 inch surface casing shall be set at approximately 380 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If salt is encountered, set casing at least 25 feet above the salt. Fresh water mud to be used to setting depth.**
  - a. **If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.**
  - b. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.**

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
2. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:
- Cement to surface. If cement does not circulate see B.1.a, c-d above. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to potash. Excess calculates to 22% - Additional cement may be required.**

**Centralizers required through the curve and a minimum of one every other joint.**

3. The minimum required fill of cement behind the **7** inch production casing is:
- Cement should tie-back at least 500 feet into previous casing string. Operator shall provide method of verification. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to potash.**
4. Cement not required on the **4-1/2"** casing. **Packer system being used.**
5. 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.

### **C. 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. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
  - a. **For surface casing only:** If the BOP/BOPE is to be tested against casing, the wait on cement (WOC) time for that casing is to be met (see WOC statement at start of casing section). Independent service company required.
3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **9-5/8** intermediate casing shoe shall be **3000 (3M)** psi.

4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. 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.
  - b. 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 (18 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).
  - c. 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.
  - d. The results of the test shall be reported to the appropriate BLM office.
  - e. 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.**
  - f. 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.

#### **D. DRILL STEM TEST**

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

**E. 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.

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## VIII. PRODUCTION (POST DRILLING)

### A. WELL STRUCTURES & FACILITIES

#### **Placement of Production Facilities**

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

#### **Exclosure Netting (Open-top Tanks)**

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

#### **Chemical and Fuel Secondary Containment and Exclosure Screening**

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

#### **Open-Vent Exhaust Stack Exclosures**

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

#### **Containment Structures**

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the

largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

#### **Painting Requirement**

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

### **IX. INTERIM RECLAMATION**

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

### **X. FINAL ABANDONMENT & RECLAMATION**

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

## Seed Mixture 2, for Sandy Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)\* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law (s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed\* per acre:

<u>Species</u>	<u>lb/acre</u>
Sand dropseed ( <i>Sporobolus cryptandrus</i> )	1.0
Sand love grass ( <i>Eragrostis trichodes</i> )	1.0
Plains bristlegrass ( <i>Setaria macrostachya</i> )	2.0

\*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed