Form 3160-5 (June 2015)	B SUNDRY Oo not use the	UNITED STATES EPARTMENT OF THE II UREAU OF LAND MANA NOTICES AND REPO is form for proposals to II. Use form 3160-3 (API	NTERIOR GEMENT RTS ON WELLS drill or to re-enter a	DCD	F eli Arte	Officery OMB No Expires: Ja 5. Lease Serial No. NMNM111528 6. If Indian, Allottee o	D. 1004-0137 inuary 31, 2018
	we	ii. Use form 3160-3 (API	o) for such proposa	is.	···-	,	
	SUBMIT IN	TRIPLICATE - Other inst	ructions on page 2			7. If Unit or CA/Agree	ement, Name and/or No.
Type of Well	Gas Well 🔲 Oth	ner				8. Well Name and No. MultipleSee Atta	ched
2. Name of Operator MEWBOURNE	OIL COMPAN	Contact: Y E-Mail: jlathan@m	JACKIE LATHAN ewbourne.com			9. API Well No. MultipleSee At	tached
3a. Address P O BOX 5270 HOBBS, NM 88	241		3b. Phone No. (include Ph: 575-393-5905	area code)	- "	10. Field and Pool or I BLACK RIVER- WILLOW LAKE-	
4. Location of Well	(Footage, Sec., T	., R., M., or Survey Description,				11. County or Parish,	State
MultipleSee At	MultipleSee Attached					EDDY COUNTY, NM	
12. CH	ECK THE AI	PPROPRIATE BOX(ES)	TO INDICATE NAT	TURE OF	F NOTICE,	REPORT, OR OTH	IER DATA
TYPE OF SUBN	NOISSION			TYPE OF	ACTION		
Notice of Inten ■	t	☐ Acidize	Deepen		☐ Product:	ion (Start/Resume)	☐ Water Shut-Off
		☐ Alter Casing	☐ Hydraulic Fra	acturing	☐ Reclama	ation	■ Well Integrity
☐ Subsequent Rep	·	☐ Casing Repair	■ New Constru		☐ Recomp		
☐ Final Abandon	ment Notice	☐ Change Plans	☐ Plug and Aba	ındon	•	arily Abandon	Surface Comminging
		☐ Convert to Injection	☐ Plug Back		□ Water D	•	
If the proposal is to Attach the Bond und following completion	deepen directions der which the wor n of the involved apleted. Final Ab	eration: Clearly state all pertiner ally or recomplete horizontally, it will be performed or provide operations. If the operation res andonment Notices must be file all inspection.	give subsurface locations a the Bond No. on file with ults in a multiple complet	and measur BLM/BIA. ion or recor	red and true ve . Required sub mpletion in a r	rtical depths of all pertings esequent reports must be new interval, a Form 3160	ent markers and zones. filed within 30 days 0-4 must be filed once
Bond on file: 220)15694 nation	wide & 022041703 States	vide				
Mewbourne Oil (Company requ	uest approval for off lease	gas measurement fo	or the foll	lowing wells	:: ::	
Annabelle 13/18	W2BA Fed C	om 1H Sec12, SESW, Sec13, NWNW, T2	T24S, R26E, 300154	2765 -	- 30-01	5.42765	
Wavener To Divi	100 00111 111	00010,1444144, 12	+0, 1\20L, 00010+20	89 - 30	-015-48	NM OIL CO	NSERVATION A DISTRICT
See attached de	tailed commir	ngling information, diagrar	n, and maps.	_	0		1 0 2018
			Accepted for r	· bress	NMOCD	HOU.	A & COIO
			•			REC	CEIVED

	For MEWBOU	23795 verified by the BLM Well Information System NE OIL COMPANY, sent to the Carlsbad ssing by PRISCILLA PEREZ on 06/15/2018 (18PP1967SE)	
Name (Printed/Typ	ped) CHAD L COLE	Title ENGINERRING TECH	
	•		
Signature	(Electronic Submission)	Date 06/13/2018	
·	THIS SPACE FO	R FEDERAL OR STATE OFFICE USE	

Date 10/18

Conditions of exproval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office (FO

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.

Additional data for EC transaction #423795 that would not fit on the form

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

NMNM133122 NMNM136894

Wells/Facilities, continued

Agreement NMNM136894

Lease NMNM111528

NMNM133122 NMNM111528

Well/Fac Name, Number API Number

MAVERICK 13 DM FED COM 1H 30-018-42089-00-\$1

Location Sec 12 T24S R26E SESW 0145FSL 1980FWL 32.224858 N Lat, 104.248209 W Lon Sec 13 T24S R26E NWNW 185FNL 660FWL 32.223988 N Lat, 104.252466 W Lon

Proposal for Annabelle 13/18 Fed Com 1H & Maverick 13 DM Fed Com 1H:

Mewbourne Oil Company is requesting approval for the Off -- Lease Gas Measurement:

Federal Lease NMNM-111528 & NMLC-065421 within CA-NMNM-136894

Well Name Annabelle 13/18	W2BA Fed Com 1H	Location Sec. 12-T24S-R26E	API # 30-015-42765	Pool 98220 Purple Sage, Wolfcamp	BOPD 140	Gravities 54.5
MCFPD 246	BTU 1190.5					

Federal Lease NMNM-111528 & NMLC-065421 within CA-NMNM-133122

Well Name		Location	API#	Pool 96415
Maverick 13	3 DM Fed Com 1H	Sec. 13-T24S-R26E	30-015-42089	Willow Lake; Bone Spring, West
BOPD	Oil Gravities	MCFPD	BTU	
5	48.2	.5	1206	

Attached maps show the federal leases and well locations in Section 13-T24S-R26E and Section 12-T24S-R26E. Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).

Oil & Gas metering:

The Annabelle 13/18 W2BA fed com1H and the Maverick 13 DM fed com 1H each have their own tank battery. Oil and water volumes will be determined by using separation equipment for each well. Oil and water tanks at each facility will be gaged daily to determine production volumes from each well. Gas production will be determined and allocated using MOC test meters (Annabelle #62121-000)& Maverick #62103-000) that are downstream of the separation equipment of each battery. Gas will then be commingled and sold off lease to DCP Midstream gas sales there #742563-00 located east of the Annabelle 13/18 and Maverick 13 DM in Sec. 13-T24S-R26E in Eddy County NM. Both MOC test meters and DCP master meter will be calibrated on a regular basis per API, NMOCD, & BLM specifications.

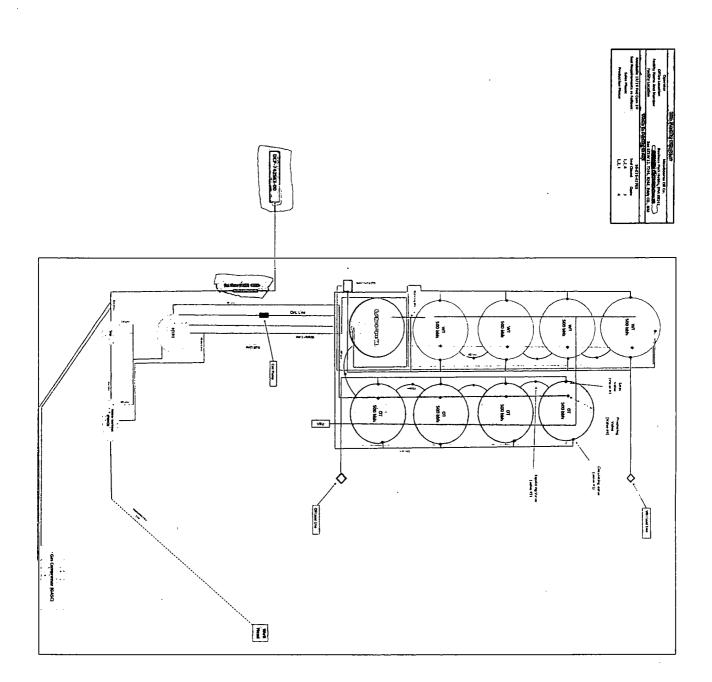
Process and Flow Descriptions:

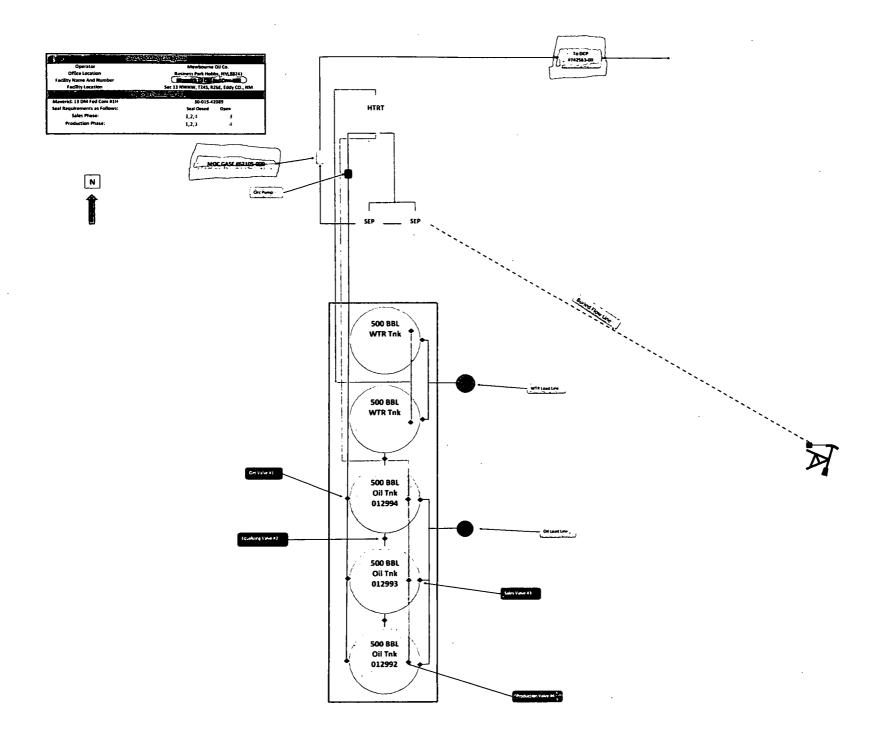
The flow of production is shown in detail on enclosed facility diagram and map which shows the lease boundaries, Communitization agreement boundaries, location of wells, facility, and gas sales meter. The commingling of this production is the most effective economical means of producing the reserves and will not result in reduced royalty or improper measurement of production. The proposed commingling will reduce operating expenses as well as reduce the surface facility footprint and overall emissions.

Mewbourne Oil Company understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).

Signed:
Printed Name: Chad Cole
Title: Engineering Tech
Date: June 8, 2018





Economic Justification Work Sheet Annabelle 13/18 W2BA Fed Com 1H & Maverick 13 DM Fed Com 1H

Commingling proposal for leases: NMNM11528, NMLC065421, which includes CA NMNM133122 & CA NMNM136894

Federal Lease NMNM111528 & NMLC065421 which includes CA NMNM136894 Royalty Rate 12.5%

Well Name	BOPD	Oil Gravity @60 deg	Value/bbl
Annabelle 13/18 W2BA Fed Com 1H	140	54.5	\$65.74
	MCFPD	Dry BTU	Value/mcf
	246	1190.5	\$2.89

Federal Lease NMNM111528 & NMLC065421 which includes CA NMNM133122 Royalty Rate 12.5%

Well Name	BOPD	Oil Gravity @60 deg	Value/bbl
Maverick 13 DM Fed Com 1H	.5	48.2	\$65.74
	MCFPD	Dry BTU	Value/mcf
	.5	1206	\$2.89

Economic combined production

Federal Lease NMNM111528 &NMLC065421 which includes CA NMNM136894 Royalty Rate 12.5% NMNM111528 &NMLC065421 which includes CA NMNM133122 Royalty Rate 12.5%

BOPD	Oil Gravity @60 deg	Value/bbl	MCFPD	Dry BTU	Value/mcf	
140.5	51.3	\$65.74	246.5	1198	\$2.89	

Signed:
Printed Name: Chad Cole
Title: Engineering Tech

Date: June 8, 2018

SWSW T24S-R26E Section 13 NWNW Google Earth

SESW

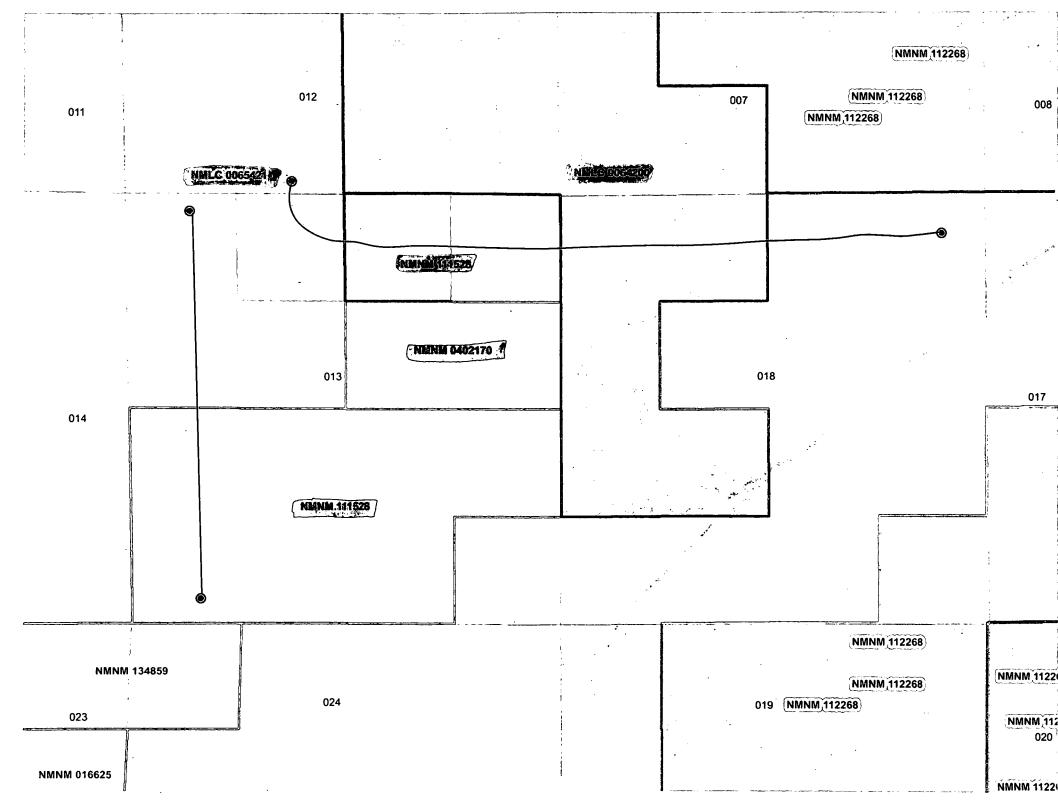
O MOC Meter # 62:121:000

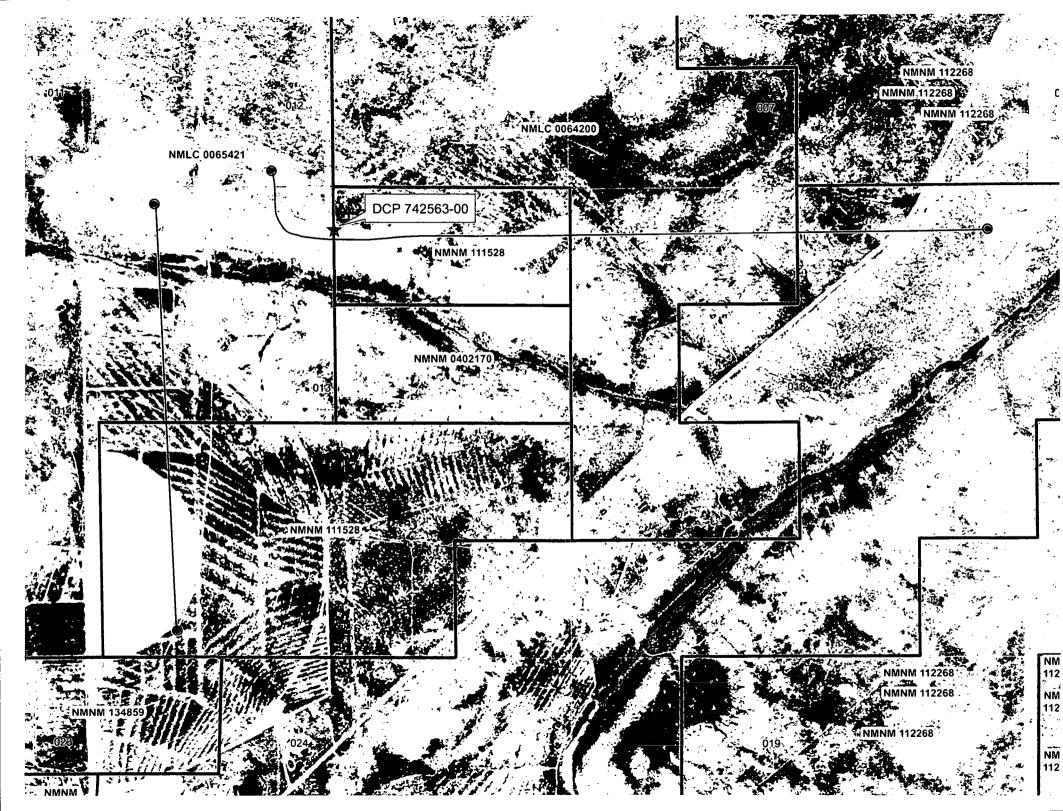
DCP 742563:00

NENW

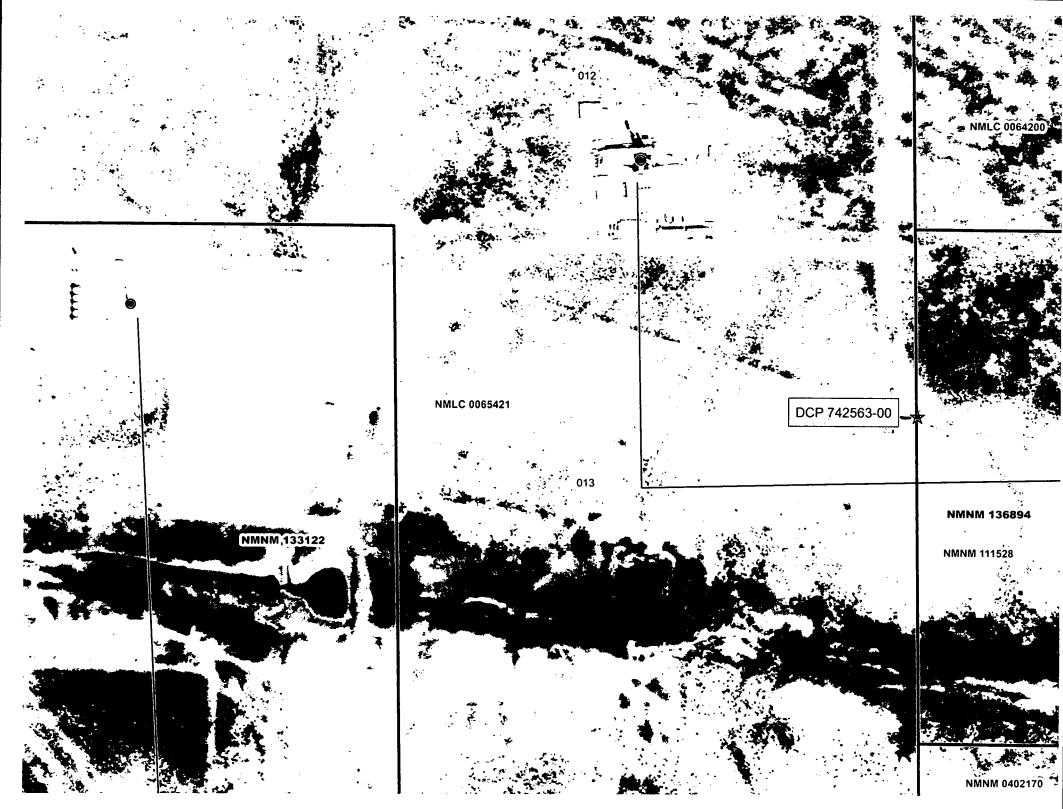


Legend









June 12, 2018

Via Certified Mail

See Attached List of Notified Owners

Re:

Application for Surface Gas Commingling Annabelle 13/18 W2PA Fed Com #1H 145' FSL & 1980' FWL (SL - Section 12) 330' FSL & 1980' FWL (BHL - Section 13) Section 12/13, T24S, R26E

Eddy County, New Mexico

Maverick 13 DM Fed Com #1H 185' FNL & 660' FWL (SL) 330' FSL & 660' FWL (BHL) Section 13, T24S, R26E Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company ("Mewbourne") has filed an application with the New Mexico Oil Conservation Division ("Division") seeking authorization to surface commingle gas production from the Willow Lake Bone Spring West Pool originating from the Maverick 13 DM Fed Com #1H well and the Annabelle 13/18 W2PA Fed Com #1H well located on Federal Leases, which comprise the SESE of Section 12, the NENE of Section 13 and the W2W2 of Section 13, T24S, R26E, Eddy County, New Mexico. The gas production from these wells will flow to a common DCP Midstream Master Meter, located in Section 13, T24S, R26E. Mewbourne will allocate gas production based on the well test method. If you object to the application, you must notify the Division in writing no later than 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter later.

Should you have any questions regarding the above, please email Chad Cole at ccole@mewbourne.com or call at (432) 250-2789.

Sincerely,

MEWBOURNE OIL COMPANY

Adriana Jimenez Associate Landman



www.permianls.com

575.397.3713 2609 W Marland Hobbs NM 88240

8:00 AM

For:

Mewbourne Oil Company

Attention: Cody Walker

P. O. Box 5270

Hobbs, New Mexico 88241

Sample:

Identification:

Company:

Lease: Plant:

Sample Data:

Date Sampled Analysis Date 12/22/2016 12/22/2016

Pressure-PSIA 533
Sample Temp F 97

Atmos Temp F 42

Sampled by: Analysis by: Cody Walker Vicki McDaniel

Sta. # 62121-000

Annabelle 13/18 W2BA #1H

Mewbourne Oil Company

H2S =

Component Analysis

		Mol	GPM
		Percent	
Hydrogen Sulfide	H2S		
Nitrogen	N2	0.960	
Carbon Dioxide	CO2	0.115	
Methane	C1	82.937	
Ethane	C2	9.865	2.632
Propane	C3	3.791	1.042
I-Butane	IC4	0.622	0.203
N-Butane	NC4	1.054	0.331
I-Pentane	IC5	0.255	0.093
N-Pentane	NC5	0.225	0.081
Hexanes Plus	C6+	<u>0.176</u>	0.076
		100.000	4.458

REAL BTU/CU.FT.		Specific Gravity	
At 14.65 DRY	1190.5	Calculated	0.6818
At 14.65 WET	1169.7		
At 14.696 DRY	1194.2		
At 14.696 WET	1173.8	Molecular Weight	19,7471
At 14.73 DRY	1197.0		
At 14.73 Wet	1176.3		
		Z Factor (DRY)	0.9969
		Z Factor (WET)	0.9965

Page 1 of 1

01 02-25-1920;041STAT0437;30USC181

Total Acres

Serial Number

Case Type

318310: O&G COMMUNITZATION AGRMT

160.000

NMNM-- 133122

Commodity 459: Case Disposition:

Run Date/Time: 07/13/18 07:10 AM

OIL & GAS

AUTHORIZED

Case File Juris: CARLSBAD FIELD OFFICE

Serial Number: NMNM-- - 133122

Name & Address

Int Rel

%Interest

BLM CARLSBAD FO

620 E GREENE ST

CARLSBAD NM 88220

OFFICE OF RECORD

0.000000000

MEWBOURNE OIL CO

PO BOX 7698

TYLER TX 757117698

OPERATOR

100.000000000

Serial Number: NMNM-- - 133122

Mer Twp Rng Sec

SType

Nr Suff Subdivision

District/Resource Area

County

Mgmt Agency

23 0240S 0260E 013 ALIQ W2W2;

CARLSBAD FIELD OFFICE

EDDY

BUREAU OF LAND MGMT

Serial Number: NMNM-- - 133122

Act Date	Code	Action	Action Remarks	Pending Office
02/01/2014	387	CASE ESTABLISHED		
02/01/2014	516	FORMATION	BONE SPRING	
02/01/2014	526	ACRES-FED INT 100%	160; 100%	
02/01/2014	868	EFFECTIVE DATE	3001542089	
06/08/2014	654	AGRMT PRODUCING	/1/	
08/12/2014	643	PRODUCTION DETERMINATION	/1/	
08/12/2014	658	MEMO OF 1ST PROD-ACTUAL	/1/	

Line N	īr
--------	----

Remarks

Serial Number: NMNM-- - 133122

0001	RECAPITULA	ATION EFFECTIVE	02/01/2014	· · · · · · · · · · · · · · · · · · ·	_
0002	TR#	LEASE #	AC COMMITTED	% INT	
0003	1	/NMLC065421 >	80	50 3 10090 Fed Acres	
0004	2	NN67W111528	80	(50)	
0005	TOTAI	.	160	100	

Run Date/Time: 07/13/18 07:09 AM

Page 1 of 1

01 02-25-1920;041STAT0437;30USC181

Case Type 318310:

Total Acres O&G COMMUNITZATION AGRMT

473.070

Serial Number NMNM- - 136894

Commodity 459: Case Disposition:

Name & Address

OIL & GAS

AUTHORIZED Case File Juris: CARLSBAD FIELD OFFICE

Serial Number: NMNM-- - 136894

Int Rel %Interest

CARLSBAD NM 88220 OFFICE OF RECORD 0.000000000 **BLM CARLSBAD FO** 620 E GREENE ST MEWBOURNE OIL CO 500 W TEXAS ST #1020 MIDLAND TX 79701 OPERATOR 100.000000000 Serial Number: NMNM-- - 136894

Mer Twp Rng Sec Nr Suff Subdivision SType Mgmt Agency District/Resource Area County 23 0240S 0260E 013 ALIQ NE; CARLSBAD FIELD OFFICE **EDDY BUREAU OF LAND MGMT** 23 0240S 0270E 018 ALIQ E2NW,NE; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT 23 0240S 0270E 018 LOTS 1,2; CARLSBAD FIELD OFFICE **EDDY BUREAU OF LAND MGMT**

Serial Number: NMNM-- - 136894

Act Date	Code	Action	Action Remarks	Pending Office
09/15/2016	387	CASE ESTABLISHED		
09/15/2016	516	FORMATION	WOLFCAMP	
09/15/2016	525	ACRES-NONFEDERAL	200;42%	
09/15/2016	526	ACRES-FED INT 100%	273.07;58%	
09/15/2016	868	EFFECTIVE DATE	/A/	
12/19/2016	654	AGRMT PRODUCING	/1/	
12/19/2016	658	MEMO OF 1ST PROD-ACTUAL	/1/30-015-42765	
04/02/2017	334	AGRMT APPROVED		
04/03/2017	643	PRODUCTION DETERMINATION	/1/	

Line N	r	Remarks		Serial Number: NMNM 136894
0001	/A/	RECAPITULATION	EFFECTIVE 09/15/2016	
0002	TR#	LEASE SERIAL	NO AC COMMITTED	% INTEREST
0003	1	NMNM 111528	80.00	15.911 > 273.07 Acres = 57.72% FED
0004	2	MMM 0402170	80.00	
0005	3	(NMLC 064200)	113.07	(23.901)
0006	4	FEE	160.00	33.822
0007	5	FEE	40.00	8.455
0008			TOTAL 473.07	100.000

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT CASE RECORDATION

Run Date/Time: 6/11/2018 10:26 AM

(MASS) Serial Register Page

Page 1 Of 3 Serial Number

01 12-22-1987;101STAT1330;30USC181 ET SEQ Case Type 312021: O&G LSE COMP PD -1987

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED **Total Acres:** 360.000

NMNM 111628

Serial Number: NMNM-- 111528

			Oction Hombers	1111111
Name & Address			Int Rel	% Interest
MEWBOURNE OIL CO	PO BOX 7698	TYLER TX 75	57117698 LESSEE	100.00000000
CHESAPEAKE EXPL LLC	PO BOX 18496	OKLAHOMA CITY OK 73	31540496 OPERATING RIGHTS	0.000000000
CHEVRON USA INC	6301 DEAUVILLE	MIDLAND TX 79	97062964 OPERATING RIGHTS	0.00000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY OK 73	31025010 OPERATING RIGHTS	0.000000000

Serial Number: NMNM-- 111528 Sec SType **Suff Subdivision District/ Field Office** County Mgmt Agency Mer Twp Rng BUREAU OF LAND MGMT CARLSBAD FIELD OFFICE **EDDY** N2NE,SW,N2SE,SWSE; 23 0240S 0260E 013 ALIQ

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 111528

				Serial Number: NMNM- 111528
Act Date	Act Code	Action Txt	Action Remarks	Pending Off
01/20/2004	299	PROTEST FILED		
01/20/2004	387	CASE ESTABLISHED	200401058;	
01/21/2004	143	BONUS BID PAYMENT RECD	\$720.00;	•
01/21/2004	191	SALE HELD		
01/21/2004	267	BID RECEIVED	\$279000.00;	
01/29/2004	143	BONUS BID PAYMENT RECD	\$278280.00:	
04/27/2004	298	PROTEST DISMISSED		
04/28/2004	237	LEASE ISSUED		
04/28/2004	974	AUTOMATED RECORD VERIF	LBO	
05/01/2004	496	FUND CODE	05;145003	
05/01/2004	530	RLTY RATE - 12 1/2%		
05/01/2004	868	EFFECTIVE DATE		
05/24/2004	120	APPEAL FILED		
05/24/2004	-963	CASE MICROFILMED/SCANNED		
07/19/2004	138	STAY DENIED		
04/28/2008	140	ASGN FILED	CHALFANT/CHESAPEAK;1	
06/02/2008	932	TRF OPER RGTS FILED	CHESAPEAK/DEVON ENE;1	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

Page 1 of 6 Run Date/Time: 07/13/18 07:03 AM 01 02-25-1920:041STAT0437:30USC226 **Total Acres** Serial Number **0&G LSE NONCOMP PUB LAND** NMLC-- 0 064200 Case Type 311111: 2,143.340 459: OIL & GAS Commodity Case File Juris: **AUTHORIZED** Case Disposition: Serial Number: NMLC-- 0 064200 Int Rel %Interest Name & Address APACHE CORP 2000 POST OAK BLVD STE 100 HOUSTON TX 770564400 **OPERATING RIGHTS** 0.000000000 **BLACK HILLS GAS RESOURCES INC** 1515 WYNKOOP ST STE 500 **DENVER CO 802022062 OPERATING RIGHTS** 0.000000000 69 DELAWARE AVE #200A OPERATING RIGHTS 0.000000000 **BLACKWATER NATURAL GAS BUFFALO NY 14202 OPERATING RIGHTS** 16825 NORTHCHASE DR HOUSTON TX 77060 C & K 1975 EXPLORATION LTD 0.000000000 **OPERATING RIGHTS** 801 CHERRY ST STE 1200 UNIT 20 FORT WORTH TX 761026825 CHISHOLM ENERGY AGENT INC 0.000000000 CHISHOLM ENERGY OPERATING LLC 801 CHERRY ST STE 1200 FORT WORTH TX 761026825 **OPERATING RIGHTS** 0.000000000 8111 PRESTON RD #900 DALLAS TX 752256331 **OPERATING RIGHTS** 0.000000000 **FAGLE OIL & GAS CO** PO BOX 823085 **DALLAS TX 753823085** OPERATING RIGHTS 0.000000000 **EAU ROUGE LLC FASKEN ACQUISTION 95-1 LTD** 6101 HOLIDAY HILL RD MIDLAND TX 797071631 OPERATING RIGHTS 0.000000000 J.M. HUBER CORP 1900 W LOOP S #1600 **HOUSTON TX 77027** OPERATING RIGHTS 0.000000000 5400 NW GRAND #305 OKLAHOMA CITY OK 73112 OPERATING RIGHTS 0.000000000 JMA RESOURCES INC 1999 BROADWAY #3700 **DENVER CO 80202** OPERATING RIGHTS 0.000000000 KERR-MCGEE OG ONSHORE LP 202 S CHEYENNE AVE STE 1000 TULSA OK 741033001 OPERATING RIGHTS 0.000000000 MAGNUM HUNTER PRODUCTION INC **OPERATING RIGHTS** 0.000000000 MARATHON OIL PERMIAN LLC 5555 SAN FELIPE ST HOUSTON TX 770562701 O'NEILL PROPERTIES LTD **410 W OHIO** MIDLAND TX 79701 LESSEE 100.000000000 Serial Number: NMLC-- 0 064200 Nr Suff Subdivision Mer Twp Rng Sec Mgmt Agency SType District/Resource Area County CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 0240S 0260E 001 ALIQ S2N2.SW: 23 LOTS CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 23 0240S 0260E 001 1-4 23 0240S 0260E 010 ALIQ N2,N2SW,SWSW; CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 23 0240S 0260E 011 ALIO N2· CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 23 0240S 0260E 012 CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT ALIO F2· 23 0240S 0260E 015 NW.N2SW.SESW: CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT ALIO 007 SESW: CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 23 0240S 0270E ALIO LOTS CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 23 0240S 0270E 007 34. 23 0240S 0270E 018 ALIO NENW.NESW: CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT CARLSBAD FIELD OFFICE **EDDY BUREAU OF LAND MGMT** 23 0240S 0270E 018 LOTS Serial Number: NMLC 0064200 Relinquished/Withdrawn Lands CARLSBAD FIELD OFFICE **EDDY** BUREAU OF LAND MGMT 23 0240S 0260E 701 SE ASGN: FF **EDDY** BUREAU OF LAND MGMT 23 0240S 0260E 712 NW ASGN; CARLSBAD FIELD OFFICE SWSW ASGN: **EDDY** BUREAU OF LAND MGMT 23 0240S 0260E 715 FF CARLSBAD FIELD OFFICE Serial Number: (MMLC--0 064200 Action Act Date Action Remarks Pending Office Code APLN RECD 124 11/15/1945 CASE ESTABLISHED 387 08/31/1948 LEASE ISSUED 237 09/01/1948 FUND CODE 05;145003 496 09/01/1948 RLTY RATE - 12 1/2% 530 09/01/1948 EFFECTIVE DATE 868 09/01/1948 EXTENDED THRU 08/31/58; 235 08/31/1953 SHAPPELL/WRIGHT ASGN FILED 140 03/29/1954 INTO NMLC064200-A; CASE SEGREGATED BY ASGN 570 03/29/1954 ASGN APPROVED EFF 04/01/54; 139 04/01/1954 NOTICE SENT-PROD STATUS 102 11/15/1956 ASGN FILED O'NEILL/LUNT 140

> NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR **PURPOSES NOT INTENDED BY BLM**

EFF 08/01/58;

07/30/1958

08/01/1958

139

ASGN APPROVED

Run Date/Time: 07/13/18 06:59 AM

Page 1 of 3

Total Acres

01 02-25-1920;041STAT0437;30USC226 Case Type 311111: O&G LSE NONCOMP PUB LAND

1,120.000

Serial Number NMLC-- 0 085421

Commodity 459: OIL & GAS

Case Disposition: AUTHORIZED

Case File Juris:

Serial Number: NMLC-- 0 065421

Name & Address					
1515 WYNKOOP ST STE 500	DENVER CO 802022062	OPERATING RIGHTS	0.000000000		
1001 FANNIN ST STE 2020	HOUSTON TX 770026715	OPERATING RIGHTS	0.000000000		
20 WINDING WAY	PECOS TX 79772	OPERATING RIGHTS	0.000000000		
6101 HOLIDAY HILL RD	MIDLAND TX 797071631	OPERATING RIGHTS	0.000000000		
202 S CHEYENNE AVE STE 1000	TULSA OK 741033001	OPERATING RIGHTS	0.000000000		
5555 SAN FELIPE ST	HOUSTON TX 770562701	OPERATING RIGHTS	0.000000000		
410 W OHIO	MIDLAND TX 79701	LESSEE	100.000000000		
	1001 FANNIN ST STE 2020 20 WINDING WAY 6101 HOLIDAY HILL RD 202 S CHEYENNE AVE STE 1000 5555 SAN FELIPE ST	1001 FANNIN ST STE 2020 HOUSTON TX 770026715 20 WINDING WAY PECOS TX 79772 6101 HOLIDAY HILL RD MIDLAND TX 797071631 202 S CHEYENNE AVE STE 1000 TULSA OK 741033001 5555 SAN FELIPE ST HOUSTON TX 770562701	1001 FANNIN ST STE 2020 HOUSTON TX 770026715 OPERATING RIGHTS 20 WINDING WAY PECOS TX 79772 OPERATING RIGHTS 6101 HOLIDAY HILL RD MIDLAND TX 797071631 OPERATING RIGHTS 202 S CHEYENNE AVE STE 1000 TULSA OK 741033001 OPERATING RIGHTS 5555 SAN FELIPE ST HOUSTON TX 770562701 OPERATING RIGHTS		

Serial Number: NMLC-- 0 065421

Mer	Twp	Rng	Sec	SType	Nr Suff Subdivision	District/Resource Area	County	Mgmt Agency
23	0240S	0260	E 011	ALIQ	S2;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260	012	ALIQ	SW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260	013	ALIQ	NW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260	E 014	ALIQ	N2,SE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
							Carial Number	. NMT.C 0065421

Serial Number: NMLC 0065421

Relinquished/Withdrawn Lands

23 0240S 0260E 713

FF

SW ASGN;

CARLSBAD FIELD OFFICE

EDDY

BUREAU OF LAND MGMT

Serial Number: NMLC-- 0 065421

			Serrar Maine	C: MATERIA A A A A A A A A A A A A A A A A A A
Act Date	Code	Action	Action Remarks	Pending Office
01/31/1946	387	CASE ESTABLISHED		
02/01/1946	496	FUND CODE	05;145003	
02/01/1946	530	RLTY RATE - 12 1/2%		
02/01/1946	868	EFFECTIVE DATE		
02/21/1947	553	CASE CREATED BY ASGN	OUT OF NMLC064182;	
03/09/1947	650	HELD BY PROD - ACTUAL		
03/09/1947	658	MEMO OF 1ST PROD-ACTUAL		
02/01/1948	315	RENTAL RATE DET/ADJ	\$1.00;	
02/01/1952	570	CASE SEGREGATED BY ASGN	INTO NMLC065421-A;	
11/20/1956	102	NOTICE SENT-PROD STATUS		
11/18/1958	530	RLTY RATE - 12 1/2%	08-08-1946 LETTER	
09/13/1968	909	BOND ACCEPTED	EFF 09/12/68;NM0043	
08/06/1970	500	GEOGRAPHIC NAME	BLACK RIVER FLD;	
08/06/1970	510	KMA CLASSIFIED		
02/18/1975	512	KMA EXPANDED		
06/04/1985	963	CASE MICROFILMED/SCANNED	CNUM 101,343 AC	
10/20/1987	140	ASGN FILED	(1)WAINOCO/FAUBION	
10/20/1987	140	ASGN FILED	(2)WAINOCO/FAUBION	
01/22/1988	269	ASGN DENIED	(1)WAINOCO/FAUBION	
01/22/1988	269	ASGN DENIED	(2)WAINOCO/FAUBION	
01/22/1988	974	AUTOMATED RECORD VERIF	BTM/BTM	
05/06/1988	932	TRF OPER RGTS FILED		
05/26/1988	933	TRF OPER RGTS APPROVED	EFF 06/01/88;	
10/26/1988	932	TRF OPER RGTS FILED		
11/22/1988	933	TRF OPER RGTS APPROVED	EFF 11/01/88;	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR **PURPOSES NOT INTENDED BY BLM**

Run Date/Time: 07/13/18 07:28 AM

Page 1 of 5

01 02-25-1920;041STAT0437;30USC181ETSEQ

311211: O&G LSE SIMO PUBLIC LAND

Commodity 459: OIL & GAS

C e Disposition: AUTHORIZED Case File Juris:

Total Acres 724.400 Serial Number NMNM-- 0-402170

Serial Number: NMNM-- 0 402170

		int Rei %in	terest
1515 WYNKOOP ST STE 500	DENVER CO 802022062	OPERATING RIGHTS	0.000000000
69 DELAWARE AVE #200A	BUFFALO NY 14202	OPERATING RIGHTS	0.000000000
PO BOX 51810	MIDLAND TX 797101810	LESSEE	100.000000000
16825 NORTHCHASE DR	HOUSTON TX 77060	OPERATING RIGHTS	0.000000000
8111 PRESTON RD #900	DALLAS TX 752256331	OPERATING RIGHTS	0.000000000
5400 NW GRAND #305	OKLAHOMA CITY OK 73112	OPERATING RIGHTS	0.000000000
202 S CHEYENNE AVE STE 1000	TULSA OK 741033001	OPERATING RIGHTS	0.000000000
5555 SAN FELIPE ST	HOUSTON TX 770562701	OPERATING RIGHTS	0.000000000
	69 DELAWARE AVE #200A PO BOX 51810 16825 NORTHCHASE DR 8111 PRESTON RD #900 5400 NW GRAND #305 202 S CHEYENNE AVE STE 1000	69 DELAWARE AVE #200A BUFFALO NY 14202 PO BOX 51810 MIDLAND TX 797101810 16825 NORTHCHASE DR HOUSTON TX 77060 8111 PRESTON RD #900 DALLAS TX 752256331 5400 NW GRAND #305 OKLAHOMA CITY OK 73112 202 S CHEYENNE AVE STE 1000 TULSA OK 741033001	1515 WYNKOOP ST STE 500 DENVER CO 802022062 OPERATING RIGHTS 69 DELAWARE AVE #200A BUFFALO NY 14202 OPERATING RIGHTS PO BOX 51810 MIDLAND TX 797101810 LESSEE 16825 NORTHCHASE DR HOUSTON TX 77060 OPERATING RIGHTS 8111 PRESTON RD #900 DALLAS TX 752256331 OPERATING RIGHTS 5400 NW GRAND #305 OKLAHOMA CITY OK 73112 OPERATING RIGHTS 202 S CHEYENNE AVE STE 1000 TULSA OK 741033001 OPERATING RIGHTS

Serial Number: NMNM-- 0 402170

Me	r Twp	Rng	Sec	SType	Nr Suff	Subdivision	District/Resource Area	County	Mgmt Agency
23	0240S	0260E	013	ALIQ		S2NE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260E	014	ALIQ		SW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260E	015	ALIQ		N2NE,SE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260E	015	LOTS		1,2;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0240S	0260E	022	ALIQ		NE;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
								<u>-</u>	

Serial Number: NMNM 0402170

Relinquished/Withdrawn Lands

23 0240S 0260E 715 FF E2 RESURV; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT

Serial Number: ADDM-- 0 402170/

Act Date	Code	Action	Action Remarks	Pending Office
05/26/1963	387	CASE ESTABLISHED		
05/27/1963	888	DRAWING HELD		
06/12/1963	237	LEASE ISSUED		
07/01/1963	496	FUND CODE	05;145003	
07/01/1963	530	RLTY RATE - 12 1/2%		
07/01/1963	868	EFFECTIVE DATE		
08/14/1970	315	RENTAL RATE DET/ADJ	\$2.00;	
08/29/1973	235	EXTENDED	THRU 06/30/75;	
11/13/1973	235	EXTENDED	THRU 10/16/75;	
11/13/1973	913	CONFORMED TO SRVY/RESRVY	RESURVEY	
09/02/1975	246	LEASE COMMITTED TO CA	NMNM71937; SW 1034	·
09/24/1975	651	HELD BY PROD - ALLOCATED	/1/	·
09/24/1975	660	MEMO OF 1ST PROD-ALLOC	/1/NMNM71937;	•
01/15/1976	102	NOTICE SENT-PROD STATUS		
07/22/1976	246	LEASE COMMITTED TO CA	SW 1115	
02/03/1982	940	NAME CHANGE RECOGNIZED	ALLIED CHEM/CORP	
03/18/1982	140	ASGN FILED	ALLIED/UNION TX PETRO	
08/27/1982	269	ASGN DENIED	ALLIED/UNION TX PETRO	
05/15/1985	140	ASGN FILED	ALLIED/UNION TX PETRO	
09/23/1985	139	ASGN APPROVED	EFF 06/01/85;	
10/01/1985	963	CASE MICROFILMED/SCANNED	CNUM 103,506 AC	
10/20/1987	140	ASGN FILED	(1)WAINOCO/FAUBION	
10/20/1987	140	ASGN FILED	(2)WAINOCO/FAUBION	
02/23/1988	269	ASGN DENIED	(1)WAINOCO/FAUBION	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Annabelle and Maverick wells (see list below)

Mewbourne Oil Company August 10, 2018 Condition of Approval

Pool Lease/CA Commingling of Bone Spring and Wolfcamp gas production, off lease/CA sales of gas production

- 1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 4. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
- 5. Approval for combining production from various sources is a privilege which is granted to lessees for the purpose of aiding conservation and extending the economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
- 6. Gas measurement for allocation must be measured as per Onshore Order #5 or 43 CFR 3175 and API requirements for sales meters, or as approved in this approval to commingle production.
- 7. All gas and oil subject to royalty shall be measured as per federal regulations and shall be reported to ONRR as required. All gas which is vented, flared or used on lease shall be reported as per 43 CFR 3179 to ONRR. All gas which is vented or flared shall be subject to royalty, unless prior approval was given by the authorized officer. These volumes are royalty bearing and shall be reported on OGOR "B" as disposition code "33" for royalty-bearing flared gas and disposition code 63 for royalty-bearing vented gas.

DC 33 = Flared gas - royalty due

DC 63 = Vented gas - royalty due

- 8. This agency shall be notified of any change in sales method or location of sales point.
- Additional wells and/or leases/CAs require additional commingling approvals.
- 10. Notify this office 24 Hrs. prior to any meter proving to allow time for an inspector to witness.

Annabelle 13/18 W2BA Fed Com 1H

3001542765, Wolfcamp

CA - NMNM136894

Maverick 13 DM Fed Com 1H

3001542089, Bone Spring

CA - NMNM133122

CA – NMNM136894 Total acres 473.07 of which is 57.72% Federal, all Federal leases are 12.5% Royalty Rate CA – NMNM133122 Total acres 160 of which all are Federal, all Federal leases are 12.5% Royalty Rate