District I 1625 N. French Dr., Hobbs, NM 88240

District II

Jackie Lathan

jlathan@mewbourne.com

09/20/18

Phone:

575-393-5905

Title: Regulatory E-mail Address:

Date:

Energy, Minerals & Natural Resources

State of New Mexico

Form C-104

Revised August 1, 2011

| 811 S. First St., A | Artesia, Ni | √1 88210 | | Οi | 1 Conservation | on Division | 1 | Submit | one co | py to ap | ppropriate District Office | | |
|--------------------------------------|--------------|-------------------|-----------------|-------------|--------------------------|----------------------------------|----------|---------------------------|-----------------------------------|-------------------|--|--|--|
| 1000 Rio Brazos Rd., Aztec, NM 87410 | | | | | 20 South St. | | | | _ | | | | |
| District IV 1220 S. St. France | is Dr., Sai | nta Fe, NM | 87505 | | Santa Fe, NN | | | | | لـا | AMENDED REPORT | | |
| | I. | | UEST FO | R ALL | OWABLE . | AND AUT | HOF | | | RAN | SPORT | | |
| 1 Operator n | | | | | | | | ² OGRID Nun | nber | 14744 | | | |
| Mewbourne PO Box 5270 | | pany | | | | | ŀ | ³ Reason for F | iling C | 14744 ode/ Eff | | | |
| Hobbs, NM | | | | | | | | New Well / 09 | /08/18 | | | | |
| API Number | | | Pool Name | • | | | | | | ool Code | e | | |
| 30 - 015 - 4 | | | ussell Bone Sp | | | | | 52805 | | | | | |
| ⁷ Property C 321 | | ' | Property Nam | | Derringer 18 B3 | MP Federal | | 9 Well Number 2H | | | | | |
| II. 10 Su | | ocation | | | | | | | | | | | |
| Ul or lot no. | Section | Townsh | • • | Lot Idn | Feet from the | North/South I | Line | Feet from the East/Wes | | | | | |
| M 18 20 | | | | 4 | 290 | South | | 475 | V | Vest | Eddy | | |
| | | ole Loca | | T = 4 Tales | E t from the | at | •• | Feet from the | T | West lin | C2 | | |
| UL or lot no. P | Section 18 | Townsh 20S | ip Range 29E | Lot Idn | Feet from the 451' | North/South South | line | 331' | | west iin East | e County Eddy | | |
| 12 * C-4- | | cing Method | | | | | 16 C | | | | -129 Expiration Date | | |
| ¹² Lse Code F | (| Code | Da | ite | ¹⁵ C-129 Pern | nit Number | | C-129 Effective l | Date | | -129 Expiration Date | | |
| | | as Lift Transn | 09/08 | 8/18 | | | | | | | | | |
| III. Oil 8 18 Transpor | | i ransp | orters | | ¹⁹ Transpor | tor Name | | | | | ²⁰ O/G/W | | |
| OGRID | lei | | | | and Ad | | | | | | | | |
| 35246 | | | | | Plains Ma | - | | | | | 0 | | |
| | —— | | | | 3514 Loving | • | | | | | | | |
| | - | | | | Hobbs, NN | | | | | | ļ | | |
| 151618 | | | | | Enterprise Fig PO Box | | | | | | | | |
| | | | | | Houston, T | | | | | | | | |
| | | | | | | NM OIL CONSERVATION | | | | | | | |
| | | | | | | - | | ARTESIA DIST | | <u> </u> | | | |
| | | | | | | | | SEP 212 | N1Q | | | | |
| | | | | | | 3EF & 1 & 2010 | | | | | | | |
| | - | | | | | | | RECEIVE | n | - | | | |
| | | | | | | | | # W W W F W | | L | | | |
| **/ **/ell | | '-43an D | 4 | | | | | | | | | | |
| IV. Well 21 Spud Da | | | ata dy Date | | ²³ TD , | ²⁴ PBTD | | ²⁵ Perforat | ions | Τ | ²⁶ DHC, MC | | |
| 04/20/18 | | 09/08/18 | | 1 | 13350' /90/ | | | 9103' - 133 | | | , | | |
| ²⁷ Ho | le Size | | 28 Casing | & Tubin | / - 1 | ²⁹ Depth S | | et ³⁰ | | ³⁰ Sa | acks Cement | | |
| | 26" | | | 20" | | | 77' | | | | 775 - Curc | | |
| - | | | | | | - | | | | | | | |
| 17 | ' ½'' | 1 | | 13 %" | | 11 | 20' | | | | 900 - Class | | |
| | | - | | | | | | | | | 2 | | |
| 12 | 2 1/4" | | | 9 %" | | 3057' | | | | | 700 900° Cuc | | |
| | 34" | | | 7" | " 91 | | | 9100' | | | 1100 | | |
| 6 | 1/8" | | | 4 1/2" | | 8424' - 13300' 300 | | | | | | | |
| | | | | 2 1/8" | | 83 | 82' | | | | | | |
| V. Well | | | | | | *4 | | 16 | | | | | |
| ³¹ Date New 09/08/18 | | | - | | Test Date 9/10/18 | ³⁴ Test Ler 24 hrs | | h s Tb | ⁵ Tbg. Pressure 250 | | ³⁶ Csg. Pressure 0 | | |
| ³⁷ Choke Si NA | ize | | Oil 333 | 35 | 9 Water 2290 | | | | | | ⁴¹ Test Method Producing | | |
| ⁴² I hereby cert | tify that tl | he rules of | f the Oil Cons | ervation I | Division have | | | OIL CONSERV | /ATIO | N DIVIS | ION | | |
| been complied | with and | I that the in | nformation gi | ven above | | | , | \wedge | , | | | | |
| complete to the Signature: | e best of i | my knowie | edge and bene | ef. | | Approved by: | | / | 1/1 | | | | |
| Signatic. | act |) ~ | | tha | n | | <u> </u> | Instin | 7 V | lu) | | | |
| Printed name: | 1 | | | | | Title: | -D | | | ~ ` ~ | \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\ | | |

Approval Date:

Pending BLM approvals will

subsequently be reviewed

and scanned

Form 3160-4 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

| | | | | | | | | | | | 1 | | | |
|------------------------|--|--------------------------------|--------------------|---------------|-----------------|--------------|-------------------|------------------|-------------|---------------------------|-------------|--|--------------|--------------------------------------|
| | WELL | COMPL | ETION (| OR RECC | MPLET | ON RE | EPORT | AND I | LOG | | | ease Serial | | |
| la. Type o | of Well | Oil Well | Gas | Well 🔲 | Dry 🔲 | Other | | | | | 6. If | Indian, All | ottee or T | ribe Name |
| • • | of Completion | - | lew Well | ☐ Work O | . – | Deepen | Plug | Back | ☐ Diff. | Resvr. | | | | |
| | | Othe | er | | | | | | | | 7. U | nit or CA A | greemen | Name and No. |
| | BOÚRNE OI | | ANY E | -Mail: jlatha | Contact: onewbo | | | | | | C | | R 18 B3 | No. MP FEDERAL 21 |
| | PO BOX HOBBS, | NM 8824 | 1 1 | | | l Ph | 575-39 | 3-5905 | e area cod | • | 1 | PI Well No | - | 30-015-44816 |
| 4. Locatio | n of Well (Re | port locat | ion clearly a | nd in accorda | ince with Fe | deral req | uirements | W OIL | CONS | SERVA | TIO! | eld and Po | ol. or Ex | ploratory |
| At surf | 060 1 | 0 1200 1 | 90FSL 475F | WL 32.567 | '042 N Lat, | 104.120 | | | ESIA L |)ISTRIC | | USSEL B | ONE SPI | ock and Survey |
| At top | prod interval | reported b | | 18 T20S R | 29E Mer N | MP | | SI | EP 21 | 2018 | | | | S R29E Mer |
| - | Se | c 18 T205 | R29E Mer | NMP | | | | ٠. | | 2010 | | County or P | arish | 13. State NM |
| 14. Date S | pudded | | | ate T.D. Rea | ched | | 16. Date | Complet |)ECEI | VED | L | Elevations (| DF, KB. | |
| 04/20/ | 2018 | | 05 | /12/2018 | | | □ D & 09/0 | A 🔕 8/2018 | RECK! | Prod. | | | 53 GL | , |
| 18. Total l | Depth: | MD TVD | 13350 9017 | 19. | Plug Back | T.D.: | MD TVD | | 3310 017 | 20. De | oth Bri | dge Plug Se | et: MI TV | |
| 21. Type I | Electric & Otl | ner Mecha | nical Logs R | un (Submit o | copy of each |) | | | | s well core | | ⊠ No | | ubmit analysis) |
| CCL, (| JINL, CDL Q | GR | | | | | | | | s DST run? ectional Su | | | | Submit analysis) Submit analysis) |
| 23. Casing a | ınd Liner Rec | ord (Repo | ort all strings | set in well) | | | | | <u> </u> | | | | | |
| Hole Size | Size/C | irade | Wt. (#/ft.) | Тор | Bottom | | Cementer | | of Sks. & | Slurry | | Cement | Гор* | Amount Pulled |
| | - | | A . A | (MD) | (MD) | | epth | Type o | of Cement | (BB | | | · | |
| 2 8.750 | | HCP110 L 80/N 80 | 40.0 | | 1 1111 | | | <i>U</i> | ,נוסון | 8 | 0 | | 0 | |
| 26.00 | | .000 J55 | 94.0 | (| ' | 7/ | | 17. | 77 | 0 75 | 0 227 | | 0 | |
| I 17.50 | | .375 J55 | 54.5 | | + | | | <u>K</u> | 90 | _ | 266 | | - 0 | |
| 12.250 | | .6 25 J55 | 36.0 | | + | | | | | 0 | 0 | | 0 | \ 0- |
| 12.250 | | .625 L80 | 40.0 | 2929 | | | | C. | 400 ac | _ | 265 | | ō | XX7 |
| 24. Tubing | Record . | | | | | | | LIN | FP2 | | | | | 47 |
| Size | Depth Set (N | | cker Depth | (MD) S | ize De | oth Set (N | 4D) P | | pth (MD) | Size | | pth Set (MI | | cker Depth (MD) |
| 2.875 | ing Intervals | 8382 | | | 12 | C DC | | .125" | /4.50 | | | 133α | 2' | <u>300 sks C</u> |
| | | F | т | | | | tion Reco | | | HCP | | | г | |
| A) | ormation BONE SP | RING | Тор | 5468 | 13350 | P | erforated | 9103 TC | 12200 | Size 0.3 | | lo. Holes | OPEN | Perf. Status |
| B) | DOINE OI | 141140 | | 3400 | 13330 | | | 9103 10 | 7 13300 | 0.3 | 90 | 720 | OPEN | |
| C) | | | | | | | | | | | \top | | | |
| D) | | | | | | | | | | **** | | | | |
| 27. Acid, F | racture, Trea | tment, Cer | nent Squeeze | e, Etc. | | | - | | | | | | | |
| | Depth Interv | | | | | | | | d Type of | | | | | |
| | 910 | 3 TO 133 | 7,866,0 | 12 GALS SLI | CKWATER | CARRYIN | G 5,616,8 | 84# LOCA | AL 100 ME | SH SAND | 8 2,694 | 1,157 LOCA | L 40/70 L | OCAL SAND |
| | • | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| 28. Product | tion - Interval | Α | | | | | | | | | | | | |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gr Corr. A | | Gas Grav | in. | Producti | on Method | | |
| 09/08/2018 | 09/10/2018 | 24 | | 433.0 | 1094.0 | 2290. | | 46.8 | 10.2 | 0.78 | | | GAS LIFT | • |
| Choke | Tbg. Press. | Csg. | 24 Hr. | Oil | Gas | Water | Gas:O | il | Well | Status | | | | |
| Size NA | Flwg. 250 SI | Press. | Rate | BBL 433 | MCF 1094 | BBL 2290 | Ratio | 2527 | | POW | | | | |
| 28a. Produc | ction - Interva | il B | • | | 1 | | | | | | | | | |
| Date First | Test | Hours | Test | Oil | Gas | Water | Oil Gr | | Gas | : | Producti | on Mer' | ale Wil |) d |
| Produced | Date | Tested | Production | BBL | MCF | BBL | Corr. A | ari | Grav | ıry | | · appro | 1912 | 81 M |
| Choke | Tbg. Press. | Csg. | 24 Hr. | Oil | Gas | Water | Gas:O | il | Well | 6. | a BLI | N 24, 16 | MEN | 0.30 |
| Size | Flwg. Si | Press. | Rate | BBL | MCF | BBL | Ratio | | | pendin | 5 . 1167 | Jeq ItIA pe Le N abb _{LO} , | | -, |
| | 1 | L | | | | | | | | 1 | ave | ٠.٨ | | |

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|------------------------|--------------------------------|------------------------|----------------------------------|---------------------------|--------------------------|---------------------------------------|--------------------------------------|-------------------------|------------------------------------|--------------------------|----------------|-----------------------------|--|--|
| | uction - Inter | | | | , | | , | | | | | | | |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Waler BBL | Oil Gravity Corr. API | | as ravity | Production Method | | | | |
| Choke Size | Tbg. Press. Flwg. Sl | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas:Oil Ratio | w | ell Status | itatus | | | | |
| 28c Prod | uction - Interv | /al D | | | l | L | 1 | <u>t</u> | | | | | | |
| Date First | Test | Hours | Test | Oil | Gas | Water | Oil Gravity | IG | ns | Production Method | | | | |
| Produced | Date | Tested | Production | BBL | MCF | BBL | Corr. API | | ravity | | | | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas:Oil Ratio | w | 'ell Status | | | | | |
| 29. Dispo | | Sold, usea | for fuel, vent | ed, eic.) | · | | . • | <u> </u> | | | · | | | |
| 30. Summ | ary of Porous | Zones (lı | nclude Aquife | rs): | | | | | 31. Fo | rmation (Log) Mar | kers | | | |
| tests, i | | | | | | | d all drill-stem d shut-in pressu | res | | | | | | |
| | Formation | | Тор | Bottom | | Descripti | Descriptions, Contents, etc. | | | Name | | Top Meas. Depth | | |
| BONE SP | RING | | 5468 | 13350 | 0 | OIL, WATER & GAS | | | | T/SALT 522 B/SALT 737 | | | | |
| | | | | | | | | | YATES CAPITAN DELAWARE BONE SPRING | | | 860 1091 3016 5468 | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | |
| | onal remarks onal csg info | | olugging proce | edure): | | | · | | t | | <u>.</u> | | | |
| 8.75" 2757' | | , HCP110 | 0, 26#, 38' to | 9100', 110 | 0 sks cm | it, slurry @ 3 | 308, cmt top @ | ! | | | | | | |
| 6 1/8" 126, 1 | ' hole, 4.5" c FOC @ surfa | sg, HCP1 ace. | 110, 13.5#, T | OL @ 842 | 4' Bottom | @ 13300'. | 300 sks cmt, s | lurry @ | | | | | | |
| | enclosed atta | | | | | | | | | · | | | | |
| | | _ | s (1 full set re | . , | | 2. Geologi | - | • | | | 4. Direction | al Survey | | |
| 5. Sur | ndry Notice fo | or pluggin | g and cement | verification | | 6. Core Ar | alysis | | 7 Other: | | | | | |
| 34. I hereb | by certify that | the forego | - | | | - | orrect as determi | | | e records (see attac | hed instructio | ns): | | |
| | | | Littl | For ME | WBOUR | NE OIL CO | MPANY, sent | to the Ca | ırlsbad | , 5, 6, 111, | | | | |
| Name | (please print) | JACKIE | LATHAN | | | | Title | REGULA | TORY | | | | | |
| Signat | ure | (Electro | nic Submissi | on) | | Date | Date 09/20/2018 | | | | | | | |
| | | | | | | | | | | | | | | |
| Title 18 U | S.C. Section ted States any | 1001 and false, fic | Title 43 U.S. titious or frad | C. Section 1 ulent statem | 212, make ents or rep | it a crime for | r any person kno as to any matter | owingly a within its | nd willfully | to make to any dep | partment or ag | gency | | |

Additional data for transaction #436172 that would not fit on the form

32. Additional remarks, continued

Logs will be sent by mail.

Form 3160-5

EODM ADDDOVED

.partment or agency of the United

| June 2015) | ON | OMB NO. 1004-0137 Expires: January 31, 2018 | | | | | | | |
|---|---|---|---------------------------------------|---|---|---|--|--|--|
| CUND | 5. Lease Serial N | 5. Lease Serial No. | | | | | | | |
| SUNDF Do not use | | NMNM01165 | | | | | | | |
| abandoned | 6. If Indian, Allo | 6. If Indian, Allottee or Tribe Name | | | | | | | |
| SUBMIT | 7. If Unit or CA/ | Agreement, Name and/or No. | _ | | | | | | |
| 1. Type of Well | | · | | | 8. Well Name and No. DERRINGER 18 B3MP FEDERAL 2H | | | | |
| Ø Oil Well ☐ Gas Well ☐ 2. Name of Operator | | JACKIE LATHAN | | 9. API Well No. | | _ | | | |
| MEWBOURNE OIL COMP | ANY E-Mail: jlathan@m | ewbourne.com | 1050145U | 30-015-448 | 16 | | | | |
| 3a. Address PO BOX 5270 HOBBS, NM 88241 | | 3b. Phille 10 4mc 201 Ph: 575-3 ARTESIA | | | 10. Field and Pool or Exploratory Area RUSSELL BONE SPRING | | | | |
| 4. Location of Well (Footage, Sec | c., T., R., M., or Survey Description | SEP 2 | 1 2018 | 11. County or Pa | 11. County or Parish, State | | | | |
| | MP SWSW 290FSL 475FWL | | | EDDY COU | INTY, NM | | | | |
| 32.567042 N Lat, 104.1207 | | REC | EIVED | | | | | | |
| 12. CHECK THE | APPROPRIATE BOX(ES) | TO INDICATE NATI | JRE OF NOT | ΓICE, REPORT, OR | OTHER DATA | | | | |
| TYPE OF SUBMISSION | | Т | YPE OF ACTI | ION | | | | | |
| ☐ Notice of Intent | ☐ Acidize | Deepen | _ | roduction (Start/Resumo | e) | | | | |
| Subsequent Report Subsequent Re | ☐ Alter Casing | ☐ Hydraulic Frac | · - | eclamation | ■ Well Integrity | | | | |
| | Casing Repair | □ New Construc | _ | ecomplete | Other | | | | |
| ☐ Final Abandonment Notice | ☐ Change Plans ☐ Convert to Injection | ☐ Plug and Abar☐ Plug Back | | emporarily Abandon Vater Disposal | | | | | |
| 13. Describe Proposed or Completed | Operation: Clearly state all pertine | | | | nnravimata divertion thereof | _ | | | |
| If the proposal is to deepen direct Attach the Bond under which the following completion of the invol | ionally or recomplete horizontally, work will be performed or provide ved operations. If the operation rest Abandonment Notices must be file | give subsurface locations ar the Bond No. on file with B sults in a multiple completion | nd measured and BLM/BIA. Requi | true vertical depths of all pired subsequent reports muon in a new interval, a Form | pertinent markers and zones. Ist be filed within 30 days 1, 3160-4 must be filed once | | | | |
| 08/27/18 Frac Bone Spring EHD, 120 degree phasing. 100 Mesh Sand & 2,694,15 | s from 9103' MD (8934' TVD Frac in 21 stages w/7,866,0 i7# 40/70 local Sand. |) to 13300' MD (9017' 12 gals slickwater, can | TVD). 720 ho rying 5,616,88 | oles, 0.39" 84# Local | | | | | |
| Flowback well for cleanup. | | | | | | | | | |
| 09/07/18 RIH w/2 7/8" 6.5 | # L80 tbg & GLVs to 8382' | | | | | | | | |
| 09/08/18 PWOL for produc | tion. | | | | | | | | |
| Bond on file: NM1693 natio | nwide & NMB000919 | | | | | | | | |
| | | | | | | | | | |
| 14. I housely partify that the foresain | a ta anno and a mining | | · · · · · · · · · · · · · · · · · · · | | | _ | | | |
| 14. I hereby certify that the foregoin | Electronic Submission #4 | 136173 verified by the B RNE OIL COMPANY, se | LM Well Inform nt to the Carls | mation System bad | | | | | |
| Name (Printed/Typed) JACKIE | LATHAN | Title A | UTHORIZED | REPRESENTATIVE | PRESENTATIVE | | | | |
| | | | | | • | | | | |
| Signature (Electron | ic Submission) | | 09/20/2018 | | | _ | | | |
| | THIS SPACE FO | OR FEDERAL OR ST | TATE OFFIC | CE USE | | _ | | | |
| Approved By | | This | | M approvals will ntly be reviewed | M 14 | | | | |
| Approved By Conditions of approval, if any, are atta | ched. Approval of this natice does | not warrant or | anding Bl | Wight Leviewer | ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ | _ | | | |
| ertify that the applicant holds legal or hich would entitle the applicant to co | equitable title to those rights in the | subject lease | Penseque | utly be reviewed | 71 | | | | |
| anen would entitle the applicant to co | nuuci operations thereon. | Office | subseque | INEU | | | | | |

Additional data for EC transaction #436173 that would not fit on the form

32. Additional remarks, continued

Bond on file: 22015694 nationwide & 022041703 Statewide