

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
Mewbourne Oil Company 14744

3a. Address
PO Box 5270 Hobbs, NM 88241

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

4. Location of Well (Footage, Sec, T, R., M., or Survey Description)
990' FNL & 1980' FWL, Unit Letter C Sec 11-T17S-R29E

5. Lease Serial No.

NMLC-028731-b

6. If Indian, Allottee or Tribe Name

RECEIVED

JAN 21 2010

NMOC D ARTESIA

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

8. Well Name and No.

Orca "11" Federal Com #1

9. API Well No.

30-015-37009

10. Field and Pool, or Exploratory Area

Grayburg Morrow & N Grayburg Atoka

11. County or Parish, State

Eddy County, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other Downhole |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | commingle adding new |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | zones |

3 Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Mewbourne Oil Company request approval to DHC Grayburg Morrow & North Grayburg Atoka. Morrow will be completed from 10496-10792. Atoka will be completed from 10412-10420. Commingling of these pools will not reduce the value of remaining reserves. The ownership of both pools is identical. Both zones included in NMLC-028731-b.

Procedure to downhole commingle: Produce Morrow until rates fall to unsatisfactory. Set drillable plug over Middle Morrow @ 10600'. Perforate Upper Morrow @ 10570-10578 & 10496-10504 & perforate Atoka @ 10412-10420. Frac Upper Morrow & Atoka together w/65 quality binary foam & 50,000# HSP. Produce until rates are unsatisfactory. RIH w/bit on tbg & drill out plug over Middle Morrow w/foam air unit. Land EOT @ +/- 10700'. PWOL w/commingled production from Middle Morrow, Upper Morrow, & Atoka.

* Work done prior to approval

* Subsequent Report needed when plug is removed w/date commingling began.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Robin Terrell

Title Sr Production Engineer

Signature

Date 6/16/09

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

Name
(Printed/Typed)

Title

Conditions of approval, 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

JAN 15 2010

Date

/s/ Dustin Winkler

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 any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

(Continued on next page)