

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

NM OIL CONSERVATION State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

MAR 02 2015

RECEIVED

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

| |
|---|
| WELL API NO. 30-015-42407 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 6. State Oil & Gas Lease No. |
| 7. Lease Name or Unit Agreement Name Layla 35 W2OB Fee |
| 8. Well Number 3H |
| 9. OGRID Number 14744 |
| 10. Pool name or Wildcat Culebra Bluff; Wolfcamp South (Gas) |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3010' GL |

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Mewbourne Oil Company

3. Address of Operator
PO Box 5270, Hobbs, New Mexico

4. Well Location
 Unit Letter O : 185 feet from the South line and 2435 feet from the East line
 Section 35 Township 23S Range 28E NMPM Eddy County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| | | | |
|--|---|---|--|
| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> | P AND A <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPL <input type="checkbox"/> | CASING/CEMENT JOB <input checked="" type="checkbox"/> | |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| OTHER: <input type="checkbox"/> | | OTHER: <input type="checkbox"/> | |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

02/18/15..TD 8 3/4" hole @ 10675'. Ran 10675' of 7" 26# P110 BT&C & LT&C csg. Cemented with 800 sks Lite Class C (40:60:0) w/additives. Mixed @ 12.0#/g w/ 2.32 yd. Tail w/400 sks Class H w/additives. Mixed @ 15.6#/g w/1.19 yd. Plug down @ 1:45 AM 02/18/15. Circ 48 sks of cement to the pit. Set wellhead slips with 230#k. Tested csg to 7500#. Tested BOPE & Annular to 2500#. At 9:00 PM 02/19/15, tested csg to 1500# for 30 minutes, held OK. Drilled out with 6 1/8" bit.

Spud Date: 02/02/2015

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Jackie Lathan TITLE Hobbs Regulatory DATE 02/25/15

Type or print name Jackie Lathan E-mail address: jlathan@mewbourne.com PHONE: 575-393-5905

For State Use Only
 APPROVED BY: [Signature] TITLE Dist. Reg. Supervisor DATE 3/2/2015
 Conditions of Approval (if any):