

MULTI-POINT SURFACE USE AND OPERATIONS PLAN
MEWBOURNE OIL COMPANY
Querecho "28" Federal Com #2H
500' FNL & 460' FEL
Sec 28-T18S-R32E
Lea County, New Mexico

HOBBS OCD

JUL 18 2011

RECEIVED

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 and proposed roads are highlighted in black. Exhibits #3A-3D are area maps showing the location of the proposed well and access roads.
- B. Directions to location from Maljamar, NM: Go south on CR 126 (Maljamar Rd.) 6.3 miles. Turn left (southeast) on lease road and continue on main road SE 3 miles. Turn right (southwest) 0.8 miles. Turn west ½ mile, then south ¼ mile, then southeast 0.3 miles to location.
- C. Existing roads will be maintained in a condition the same as or better than before operations begin.

2. Proposed Access Road:

- A. Approx 700' of new road 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 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 the proposed well and 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 located on the west side of the well pad.
- C. All production vessels left on location will be painted to conform with 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 a permitted off-site facility.
- B. Water produced during operations will be disposed off-site at an approved facility.
- C. If any liquid hydrocarbons are produced during operations, those liquids will be stored in suitable tanks until sold.
- D. Portable toilets will be on location during drilling operations. 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.

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 #5. Dimensions of the pad and location of major rig components are shown.
- B. The pad dimension of 280' x 320' has been staked and flagged.
- C. An archaeological survey is in the process of being conducted on the proposed location pad.

10. Plans for Restoration of Surface

- A. Upon cessation of the proposed operations, if the well is abandoned, the location and road surfacing material will be removed and used to patch area lease roads. The entire location will be restored to the original contour as much as reasonable possible using stockpiled top soil. All trash and garbage will be hauled to appropriate disposal to assure the location is aesthetically pleasing as reasonable possible. All restoration work will be completed within 180 days of cessation of activities.
- B. The disturbed area will be restored by re-seeding during the proper growing season.
- C. Any additional caliche required for production facilities will be obtained from the area shown in exhibit #6 as interim reclamation.
- D. Within 90 days of cessation of drilling and completion operations, all equipment not necessary for production operations will be removed. The location will be cleaned of all trash and junk to assure the well site is left as aesthetically pleasing as reasonably possible.

11. Surface Ownership:

The surface is owned by BLM.

12. Other Information:

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

13. Operator's 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

United States Department of the Interior
Bureau of Land Management
Carlsbad Field Office
620 E Greene Street
Carlsbad, New Mexico 88201-1287

HOBBS OCD
JUL 18 2011
RECEIVED

Statement Accepting Responsibility for Operations

Operator Name: Mewbourne Oil Company
Street or Box: P.O. Box 5270
City, State: Hobbs, New Mexico
Zip Code: 88241

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted of the leased land or portion thereof, as described below.

Lease Number: Lease Number NM 4609, NM 113412, & NM 9020

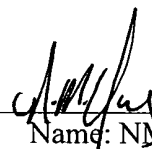
Legal Description of Land: Section 28, T-18S, R-32E Lea County, New Mexico.
Location @ 500' FNL & 460' FEL.

Formation (if applicable): Bone Spring

Bond Coverage: \$150,000

BLM Bond File: NM1693, Nationwide

Authorized Signature: _____



Name: NM (Micky) Young

Title: District Manager

Date: 4/1/11

Mewbourne Oil Company

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

HOBBS OCD

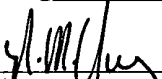
JUL 18 2011

RECEIVED

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 1st day of April, 2011.

Name: NM Young

Signature: 

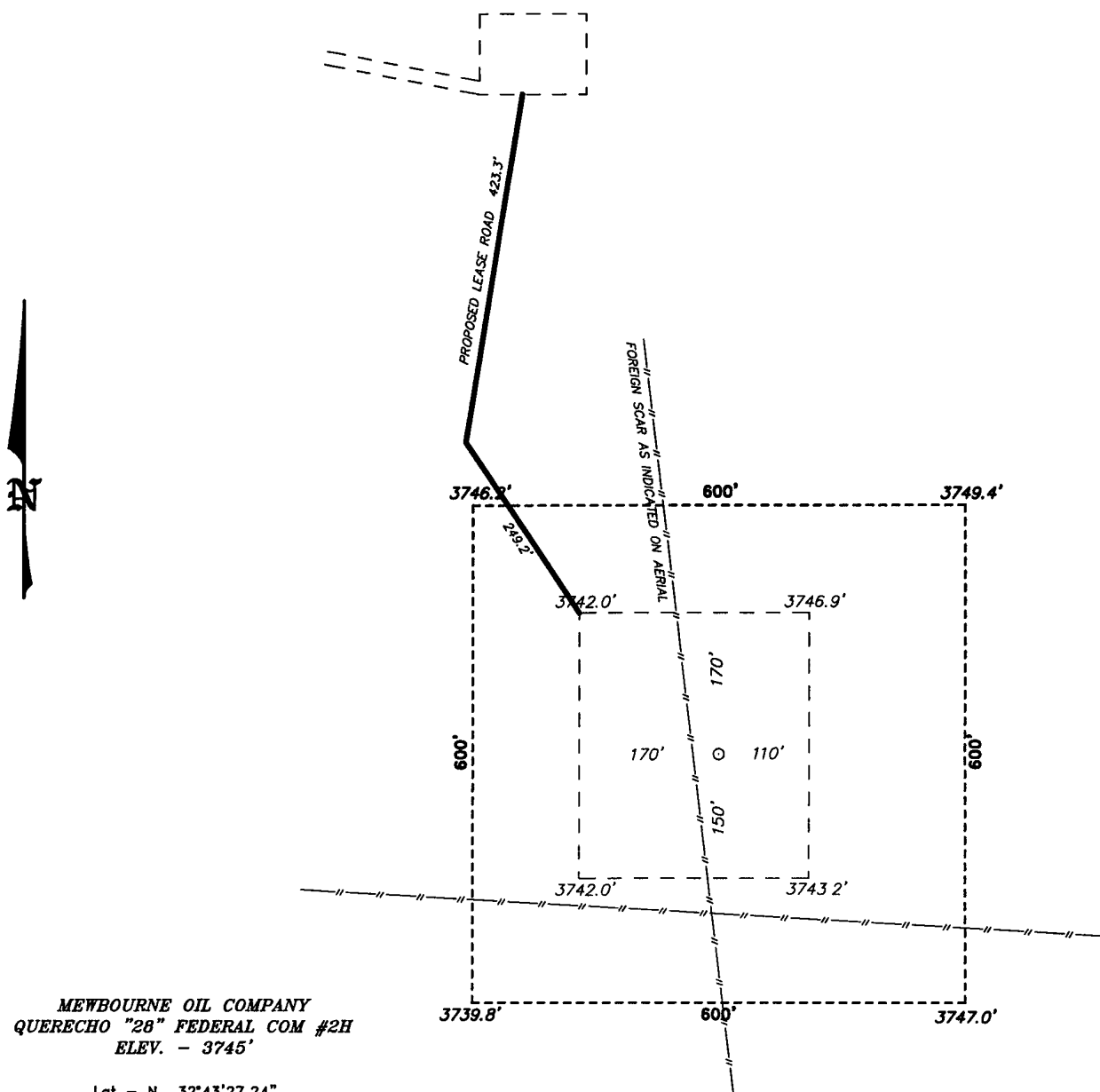
Position Title: Hobbs District Manager

Address: PO Box 5270, Hobbs NM 88241

Telephone: 575-393-5905

E-mail: myoung@mewbourne.com

SECTION 28, TOWNSHIP 18 SOUTH, RANGE 32 EAST, N.M.P.M.,
LEA COUNTY, NEW MEXICO.



MEWBOURNE OIL COMPANY
QUERECHO "28" FEDERAL COM #2H
ELEV. - 3745'

Lat - N 32°43'27.24"
Long - W 103°45'49.52"
NMSPCE- N 627657.515
E 675165.039
(NAD-27)

Exhibit 3

200 0 200 400 FEET
SCALE: 1" = 200'

Directions to Location:

FROM THE JUNCTION OF MALJAMAR AND JCT 529,
GO SOUTH ON MALJAMAR FOR 2.0 MILES TO TO
LEASE ROAD, ON LEASE ROAD GO SOUTHEASTERLY
FOR 3.3 MILES TO LEASE ROAD, ON LEASE ROAD GO
SOUTHWESTERLY 0.8 MILES THENCE SOUTH 0.5
MILES; THENCE SOUTHWESTERLY 1.2 MILES THENCE
SOUTH AND EAST 0.4 MILES TO PROPOSED LEASE
ROAD.

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 24301 Drawn By: J. SMALL

Date: 03-18-2011 Disk: JMS 24301

MEWBOURNE OIL COMPANY

REF: QUERECHO "28" FEDERAL COM #2H / WELL PAD TOPO

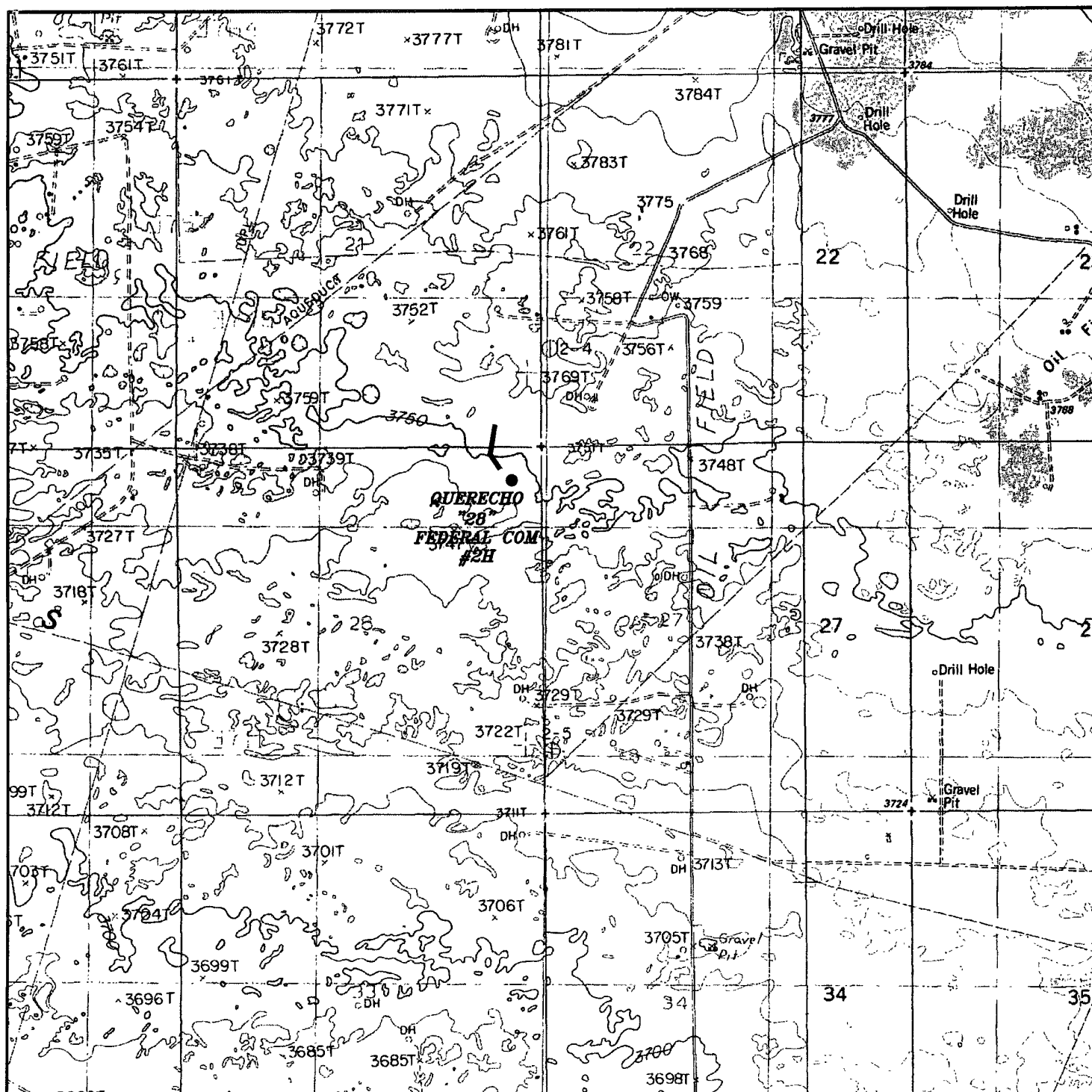
THE QUERECHO "28" FEDERAL COM #2H LOCATED 500'

FROM THE NORTH LINE AND 460' FROM THE EAST LINE OF

SECTION 28, TOWNSHIP 18 SOUTH, RANGE 32 EAST,

N.M.P.M., LEA COUNTY, NEW MEXICO.

Survey Date: 03-10-2011 Sheet 1 of 1 Sheets



QUERECHO "28" FEDERAL COM #2H

Exhibit 3A

Located 500' FNL and 460' FEL

Section 28, Township 18 South, Range 32 East,
N.M.P.M., Lea County, New Mexico.

basin
surveys
focused on excellence
in the oilfield

P.O. Box 1786
1120 N. West County Rd.
Hobbs, New Mexico 88241
(575) 393-7316 - Office
(575) 392-2206 - Fax
basinsurveys.com

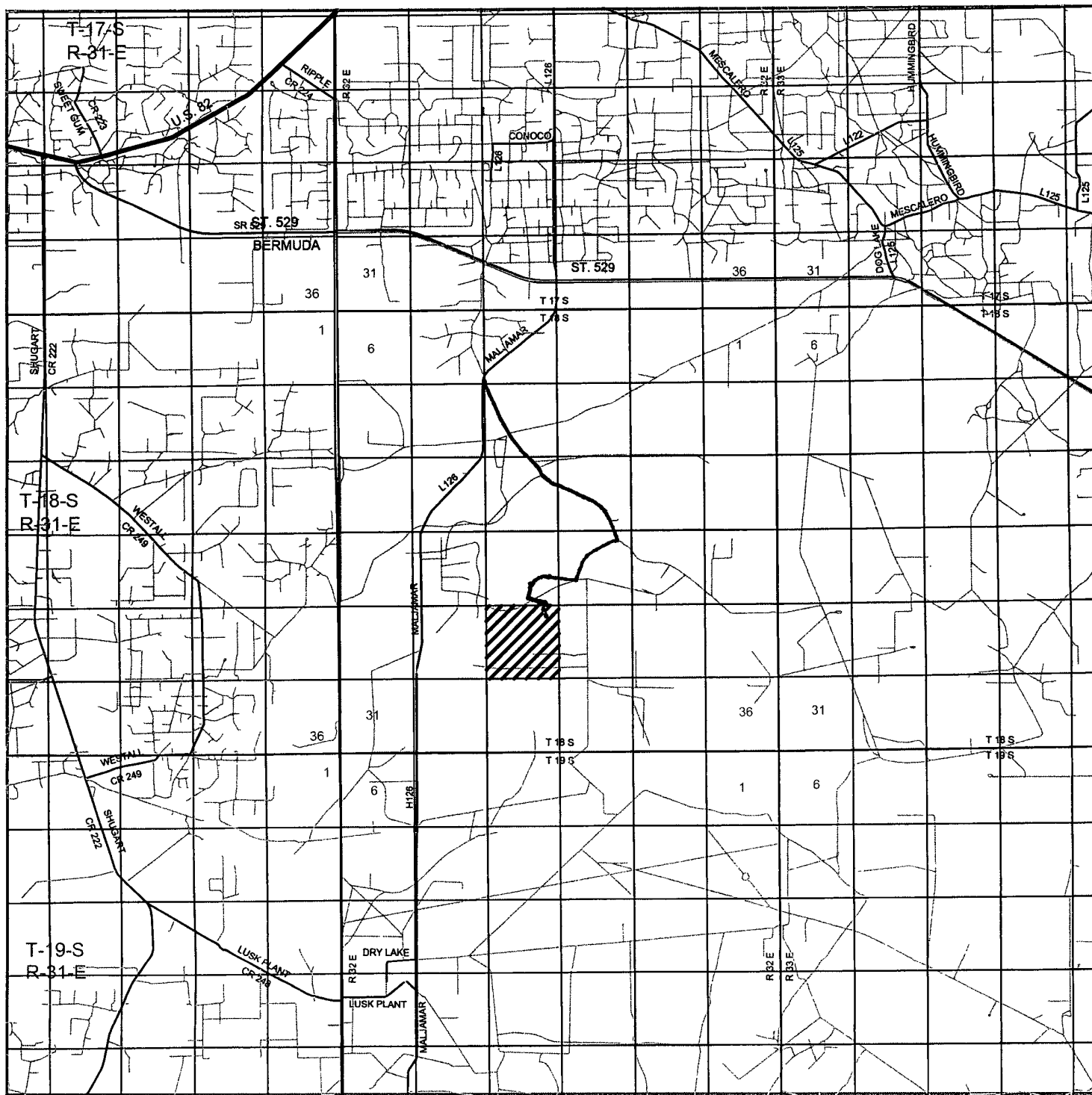
W.O. Number: JMS 24301

Survey Date: 03-10-2011

Scale: 1" = 2000'

Date: 03-18-2011

MEWBOURNE
OIL COMPANY



QUERECHO "28" FEDERAL COM #2H

Located 500' FNL and 460' FEL

Section 28, Township 18 South, Range 32 East,
N.M.P.M., Lea County, New Mexico.

Exhibit 3B



focused on excellence
in the oilfield

P.O. Box 1786
1120 N. West County Rd.
Hobbs, New Mexico 88241
(575) 393-7316 - Office
(575) 392-2206 - Fax
basinsurveys.com

W.O. Number: JMS 24301

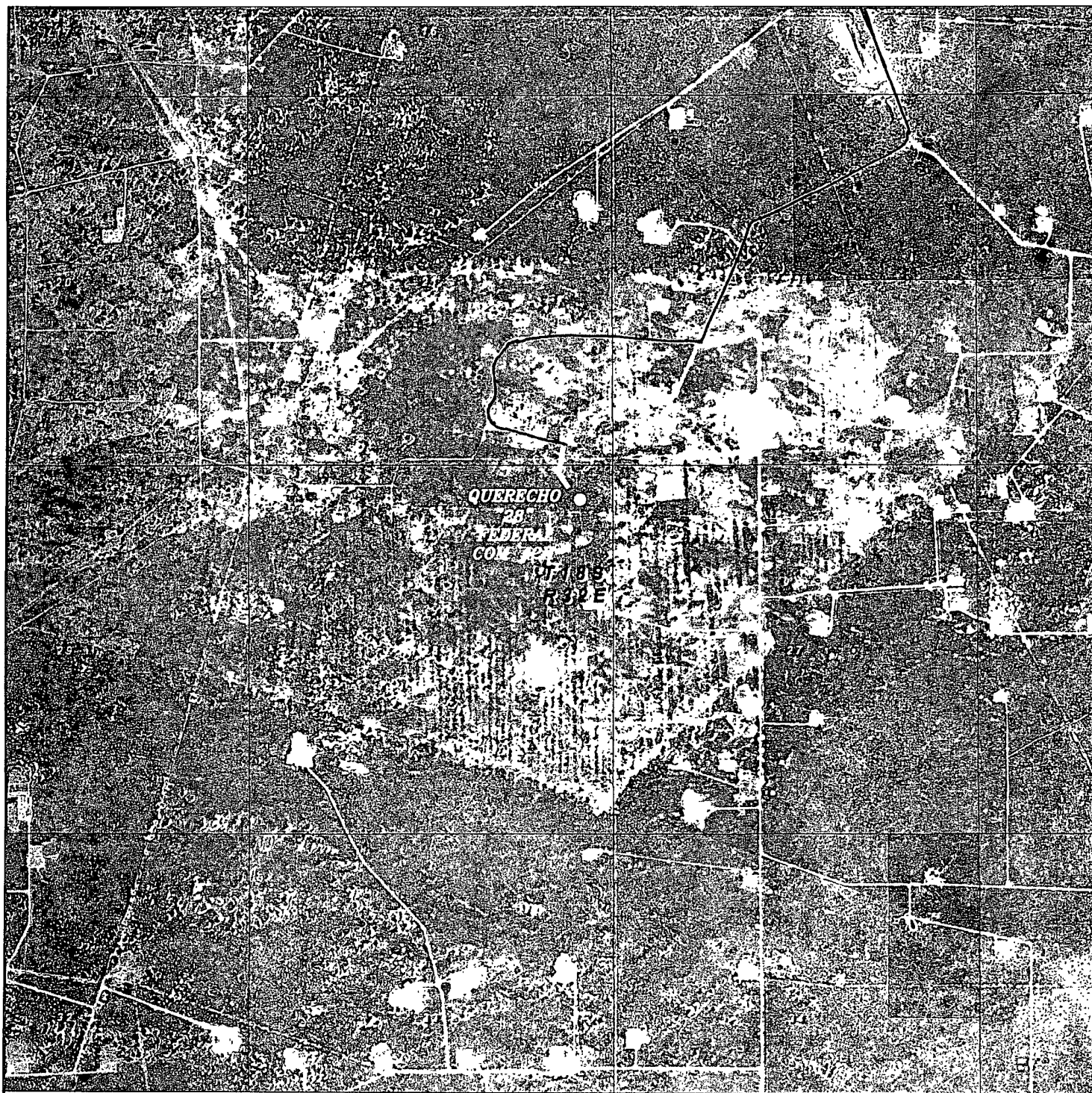
Survey Date: 03-10-2011

Scale: 1" = 2 Miles

Date: 03-18-2011



MEWBOURNE
OIL COMPANY



QUERECHO "28" FEDERAL COM #2H

Located 500' FNL and 460' FEL

Section 28, Township 18 South, Range 32 East,
N.M.P.M., Lea County, New Mexico.

Exhibit 3C

basin
surveys
focused on excellence
in the oilfield

P.O. Box 1786
1120 N. West County Rd.
Hobbs, New Mexico 88241
(575) 393-7316 - Office
(575) 392-2206 - Fax
basinsurveys.com

W.C. Number JMS 24301

Scale 1" = 2000'

YELLOW TINT - USA LAND
BLUE TINT - STATE LAND
NATURAL COLOR - FEE LAND



MEWBOURNE
OIL COMPANY

19

20

23

30

29

26

Exhibit 4

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

31

33

34

35

6

19S 32E

3

2

New Mexico