Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

| 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. | | | | | 5. Lease Serial No. NMNM105559 | | |
|---|------------------------|--------------------------------------|---|------------|--|------------------|--|
| | | | | | If Indian, Allottee or Tribe Name | | |
| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | | | | 7. If Unit or CA/Agreement, Name and/or No. | | |
| Type of Well | | | | | 8. Well Name and No. RED HILLS WEST UNIT 17H | | |
| Name of Operator MEWBOURNE OIL COMPAN | IAN | | 9. API Well No. 30-025-46910-00-X1 | | | | |
| 3a. Address P O BOX 5270 HOBBS, NM 88241 | | 3b. Phone No. Ph: 575-39 3 | o. (include area code) 93-5905 | | 10. Field and Pool or Exploratory Area JENNINGS | | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | R | REC OCD | | 11. County or Parish, State | | |
| Sec 10 T26S R32E NWNW 1200FNL 710FWL | | 0 | 03/24/2020 | | LEA COUNTY, NM | | |
| 12. CHECK THE AF | PROPRIATE BOX(ES) | TO INDICAT | E NATURE O | F NOTICE, | REPORT, OR OTH | ER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| Notice of Intent | ☐ Acidize | ☐ Deep | en | ☐ Product | ion (Start/Resume) | ☐ Water Shut-Off | |
| _ | Alter Casing | ☐ Hydr | aulic Fracturing | ☐ Reclam | ation | □ Well Integrity | |
| ☐ Subsequent Report | □ Casing Repair | □ New | Construction | □ Recomp | olete | ☐ Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug | and Abandon | □ Tempor | arily Abandon | | |
| | ☐ Convert to Injection | ☐ Plug | Back | □ Water I | Disposal | | |
| 13. 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 recomplete 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must 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 requests approval to make the following changes to the approved APD: Replace 7" production csg with 7 5/8" 39# P110 csg & adjust cement design as detailed in the attachment. Please contact Andy Taylor with any questions. | | | | | | | |
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #507093 verified by the BLM Well Information System For MEWBOURNE OIL COMPANY, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 03/15/2020 (20PP1666SE) | | | | | | | |
| Name(Printed/Typed) ANDY TAYLOR | | | Title ENGINEER | | | | |
| | | | | | | | |
| Signature (Electronic S | | | Date 03/13/2 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | |
| Approved By OLABODE AJIBOLA | | | TitlePETROLEUM ENGINEER Date 03/23/2020 | | | | |
| 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 Hobbs | OM LINGING | as last 3 | 20,20,2020 | |
| | | | | | | | |

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.



Revisions to Operator-Submitted EC Data for Sundry Notice #507093

Operator Submitted

BLM Revised (AFMSS)

Sundry Type:

CSG-ALTER NOI

NMNM128927 Lease:

CSG-ALTER NOI NMNM105559

Agreement:

Operator:

MEWBOURNE OIL COMPANY PO BOX 5270 HOBBS, NM 88241 Ph: 575-393-5905

MEWBOURNE OIL COMPANY

P O BOX 5270 HOBBS, NM 88241 Ph: 575.393.5905

Admin Contact:

Tech Contact:

JACKIE LATHAN AUTHORIZED REPRESENTATIVE E-Mail: jlathan@mewbourne.com

Ph: 575-393-5905

ANDY TAYLOR ENGINEER

JACKIE LATHAN REGULATORY E-Mail: jlathan@mewbourne.com

E-Mail: ataylor@mewbourne.com

Ph: 575-393-5905

ANDY TAYLOR ENGINEER

E-Mail: ataylor@mewbourne.com

Ph: 575.393.5905

Ph: 575-393-5905

Location:

NM LEA State: County:

Field/Pool: 98065 NM LEA

JENNINGS

Well/Facility:

RED HILLS WEST UNIT 17H Sec 10 T26S R32E Mer NMP SWSW 150FSL 1250FWL

RED HILLS WEST UNIT 17H Sec 10 T26S R32E NWNW 1200FNL 710FWL

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | MEWBOURNE OIL COMPANY

LEASE NO.: | NMNM128927

WELL NAME & NO.: 17H – RED HILLS WEST UNIT

SURFACE HOLE FOOTAGE: 150'/S & 1250'/W **BOTTOM HOLE FOOTAGE** 100'/N & 2310'/W

LOCATION: | SECTION 10, T26S, R32E, NMPM

COUNTY: Lea County, New Mexico

COA

| H2S | • Yes | ∩ No | |
|----------------------|--------------------------------|------------------|--------------|
| Potash | • None | ○ Secretary | ← R-111-P |
| Cave/Karst Potential | ↑ Low | Medium | ← High |
| Cave/Karst Potential | ○ Critical | | |
| Variance | None | Flex Hose | ○ Other |
| Wellhead | Conventional | Multibowl | ← Both |
| Other | ☐ 4 String Area | ☐ Capitan Reef | □WIPP |
| Other | ☐ Fluid Filled | ☐ Cement Squeeze | ☐ Pilot Hole |
| Special Requirements | ☐ Water Disposal | ГСОМ | ✓ Unit |

All Previous COAs Still Apply.

A. CASING

Casing Design:

- 1. The 13-3/8 inch surface casing shall be set at approximately 826 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours

- after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The 9-5/8 inch intermediate casing shall be set at approximately 4514 feet. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash. Excess cement calculates to 24%, additional cement might be required.
 - ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 7-5/8 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
- 4. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification.

B. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.

- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

C. SPECIAL REQUIREMENT (S)

Unit Wells

The well sign for a unit well shall include the unit number in addition to the surface and bottom hole lease numbers. This also applies to participating area numbers. If a participating area has not been established, the operator can use the general unit designation, but will replace the unit number with the participating area number when the sign is replaced.

Commercial Well Determination

A commercial well determination shall be submitted after production has been established for at least six months. (This is not necessary for secondary recovery unit wells)

OTA03232020