

# MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020  
Midland, Texas 79701  
Phone (432) 682-3715  
Fax (432) 685-4170

September 15, 2016

**NM OIL CONSERVATION**  
ARTESIA DISTRICT

**SEP 19 2016**

**RECEIVED**

Via Certified Mail

See Attached List

Re: Mewbourne Oil Company's Application for Unorthodox Well Location  
and Non-Standard Proration Unit

Hollywood 28/33 W2IP Federal Com No. 1H (API No. 3001543893)

Surface Location:	2455' FSL & 450' FEL (Unit I – Section 28, T23S, R27E)
First Take Point:	2310' FSL & 450' FEL (Unit I – Section 28, T23S, R27E)
Last Take Point:	330' FSL & 450' FEL (Unit P – Section 33, T23S, R27E)
Bottomhole Location:	330' FSL & 450' FEL (Unit P – Section 33, T23S, R27E)
Proration Unit:	SE/4 Section 28, T-23-S, R-27-E, NMPM, Eddy County, New Mexico and E/2 Section 33, T-23-S, R-27-E, NMPM, Eddy County, New Mexico
Pool:	Forehand Ranch Wolfcamp Gas Pool (76780)

Ladies and Gentlemen:

Enclosed please find a copy of the application filed by Mewbourne Oil Company ("Mewbourne") for approval of an unorthodox gas well location and non-standard proration unit for its Hollywood 28/33 W2IP Fed Com #1H located at the surface, first take point, last take point and bottomhole locations described above. The well will test the Forehand Ranch Wolfcamp Gas Pool and will be dedicated to a non-standard 480-acre gas spacing and proration unit comprising the SE/4 Section 28, T-23-S, R-27-E, NMPM, Eddy County, New Mexico and E/2 Section 33, T-23-S, R-27-E, NMPM, Eddy County, New Mexico. The unorthodox location and non-standard proration unit are necessary in order to maximize the recovery of oil and gas reserves within the Wolfcamp formation underlying the SE/4 of Section 28 and E/2 of Section 33.

As the owner of an interest that may be affected by the proposed unorthodox gas well location and Non-Standard Proration Unit, you are being provided notice as per Division rules and regulations. *Objections must be filed in writing at the Division's Santa Fe office within 20 days from the date this notice was sent to you.* If no objection is received within twenty days after the filing of this application and proof of notice with the Division, the application may be approved.

Should you have any questions regarding the above, please email me at [cmitchell@mewbourne.com](mailto:cmitchell@mewbourne.com) or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY

*Corey Mitchell*

Corey Mitchell  
Landman

Enclosure  
Xc: OCD-Artesia

**Notice List**

**Mewbourne Oil Company**

**Application for Unorthodox Well Location and Non-Standard Proration Unit**

**Hollywood 28/33 W2IP Federal Com No. 1H, Section 28 & 33 , T23S, R27E**

**Eddy County, New Mexico**

<b>Owners Noticed</b>	<b>Tract Number</b>	<b>Certified Tracking Number</b>
Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102 Attn: Mr. Brandon Patrick	1, 7, 8	
Chevron U.S.A. Inc. P.O. Box 2100 Houston, Texas 77252 Attn: Ms. Amber Delach	4 & 6	
ConocoPhillips Company P.O. Box 2197 Houston, Texas 77252 Attn: Mrs. Katusha Robert	5	
COG Operating LLC 600 W. Illinois Avenue One Concho Center Midland, Texas 79701 Attn: Mrs. Rita Buress	5, 9, 10	
Crown Oil Partners V, LP P.O. Box 50820 Midland, Texas 79710 Attn: Mr. Caleb Hopson	2	
Crump Energy Partners II, LLC P.O. Box 50820 Midland, Texas 79710 Attn: Mr. Caleb Hopson	2	

Nadel and Gussman Permian, LLC P.O. Box 50820 Midland, Texas 79710 Attn: Mr. Caleb Hopson	2	
MRC Permian LKE Company, LLC One Lincoln Centre 5400 LBJ Freeway, Ste. 1500 Dallas, Texas 75240 Attn: Mr. Trey Goodwin	2	
Caza Operating, LLC 200 N. Loraine, Ste. 1550 Midland, Texas 79701	3	
NMOCD 811 S. First St. Artesia, NM 88210	N/A	

DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.
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ABOVE THIS LINE FOR DIVISION USE ONLY

## NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



### ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

#### Application Acronyms:

**[NSL-Non-Standard Location]** **[NSP-Non-Standard Proration Unit]** **[SD-Simultaneous Dedication]**  
**[DHC-Downhole Commingling]** **[CTB-Lease Commingling]** **[PLC-Pool/Lease Commingling]**  
**[PC-Pool Commingling]** **[OLS - Off-Lease Storage]** **[OLM-Off-Lease Measurement]**  
**[WFX-Waterflood Expansion]** **[PMX-Pressure Maintenance Expansion]**  
**[SWD-Salt Water Disposal]** **[IPI-Injection Pressure Increase]**  
**[EOR-Qualified Enhanced Oil Recovery Certification]** **[PPR-Positive Production Response]**

#### [1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication  
☒ NSL ☒ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement  
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify \_\_\_\_\_

#### [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

[A] ☐ Working, Royalty or Overriding Royalty Interest Owners

[B] ☒ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

#### [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Corey Mitchell  
 Print or Type Name

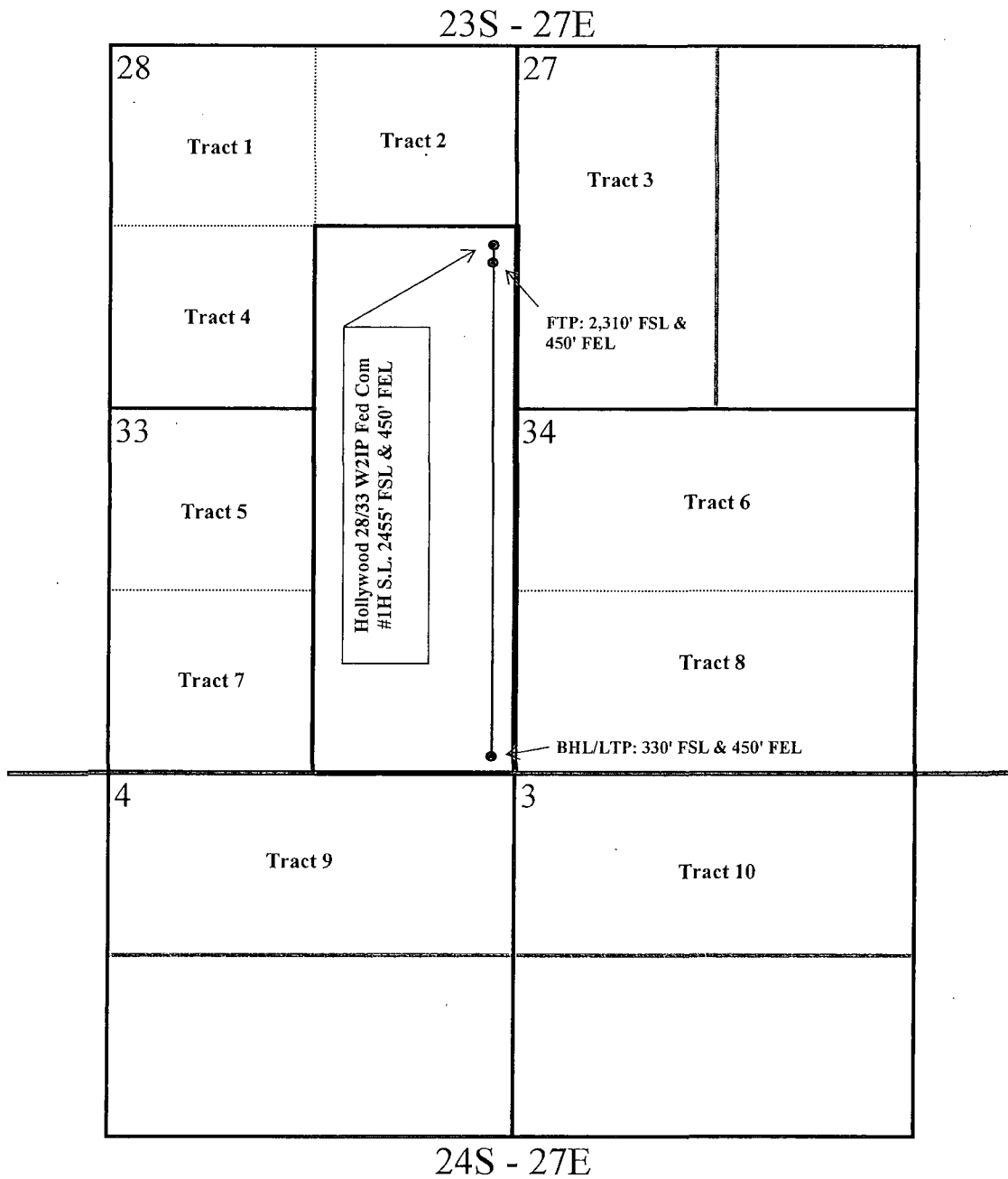
Corey Mitchell  
 Signature



Landman  
 Title

9-15-2016  
 Date

CMitchell@menbournne.com  
 e-mail Address





 480-Acre Spacing Unit  
 Affected Offset Acreage/Tracts

**Mewbourne Oil Company**  
**Application for Unorthodox Well Location and Non- Standard Proration Unit**  
**Hollywood 28/33 W2IP Federal Com #1H**  
**Affected Offset Acreage**

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720  
District II  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1 API Number		2 Pool Code 76780		3 Pool Name FOREHAND RANCH WOLF CAMP GAS	
4 Property Code		5 Property Name HOLLYWOOD 28/33 W2IP FED COM			6 Well Number 1H
7 OGRID NO. 14744		8 Operator Name MEWBOURNE OIL COMPANY			9 Elevation 3177'
10 Surface Location					
UL or lot no. I	Section 28	Township 23S	Range 27E	Lot Idn	Feet from the 2455
				North/South line SOUTH	Feet from the 450
				East/West line EAST	County EDDY
11 Bottom Hole Location If Different From Surface					
UL or lot no. P	Section 33	Township 23S	Range 27E	Lot Idn	Feet from the 330
				North/South line SOUTH	Feet from the 450
				East/West line EAST	County EDDY
12 Dedicated Acres 480		13 Joint or Infill		14 Consolidation Code	
15 Order No.					

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.

	<b>17 OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order.
	Signature: <i>Bradley Bishop</i> Date: _____ Printed Name: BRADLEY BISHOP E-mail Address: _____
	<b>18 SURVEYOR CERTIFICATION</b> I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
	Date of Survey: 4-11-2016 Signature and Seal of Professional Surveyor: <i>Robert M. Howett</i> Certificate Number: 19680

RRC - Firm No.: TX 10193838 NM 4655451 - Job No.: LS1602065

# Hollywood 28/33 W2IP Fed Com #1H

