

ID NO. 180101

NSP - 2147

Revised March 23, 2017

| | | | |
|-----------|-----------|-------|-------------------------------|
| RECEIVED: | REVIEWER: | TYPE: | APP NO: pLEL2302747291 |
|-----------|-----------|-------|-------------------------------|

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & 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

Applicant: Mewbourne Oil CompanyOGRID Number: 14744Well Name: Seabass 10/11 B2DA Fed Com #1H & Seabass 10/11 B2HE Fed Com #1H API: Pending/PendingPool: Sand Tank; Bone Spring Pool Code: 96832

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location - Spacing Unit - Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☒ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling - Storage - Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR2) **NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☒ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐ Notice Complete
☐ Application
 Content
 Complete

- 3) **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.

Brad Dunn

Print or Type Name

Signature

1/10/2023

Date

432-682-3715

Phone Number

bdunn@mewbourne.com

e-mail Address

MEWBOURNE OIL COMPANY

500 WEST TEXAS AVENUE, SUITE 1020
MIDLAND, TEXAS 79701-4279

TELEPHONE (432) 682-3715

January 25, 2023

Via Certified Mail

New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505
Attn: Mr. Leonard Lowe
Division Director

Re: Application for Non-Standard Proration Unit
SEABASS 10/11 B2DA FED COM #1H
Surface Location: 1300' FNL & 100' FWL (Sec. 10)
Proposed First Perf: 660' FNL & 100' FEL (Unit A) (Sec. 11)
Bottomhole Location: 660' FNL & 100' FEL (Sec. 11)
Proposed Last Perf: 660' FNL & 100' FWL (Unit D) (Sec. 10)
SEABASS 10/11 B2EH FED COM #1H
Surface Location: 1500' FNL & 100' FWL (Sec. 10)
Proposed First Perf: 1980' FNL & 100' FEL (Unit H) (Sec. 11)
Bottomhole Location: 1980' FNL & 100' FEL (Sec. 11)
Proposed Last Perf: 1980' FNL & 100' FWL (Unit E) (Sec. 10)
Eddy County, New Mexico

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.16.15(B)(5), Mewbourne Oil Company ("Mewbourne") respectfully requests administrative approval of a non-standard proration unit for its proposed Seabass 10/11 B2DA Fed Com #1H and the Seabass 10/11 B2DA Fed Com #1H wells listed above. These wells will be drilled as a horizontal oil wells in the Sand Tank; Bone Spring (Oil) pool (96832).

The Seabass 10/11 B2DA Fed Com #1H and the Seabass 10/11 B2DA Fed Com #1H wells will be dedicated to a 640-acre proration unit comprising the N2 of Section 10 and the N2 of Section 11, T-18-S, R-29-E, Eddy County, New Mexico. There are currently no other existing Bone Spring Oil wells producing from within the proposed spacing unit.

The affected offset acreage comprises the SE/4 of Section 4, S/2 of Section 3, S/2 of Section 2, SW/4 of Section 1, W/2 of Section 12, S/2 of Section 11, S/2 of Section 10, and the E/2 of Section 9 (See attached map). All the mentioned lands are in T18S-R29E, Eddy County, New Mexico. Consequently, notice of this application is being provided to all parties listed on the attached list of affected parties.

Mewbourne is seeking approval of this NSP to eliminate the need for separate production facilities and additional administrative approvals. Therefore, reducing waste while protecting correlative rights within the referenced horizontal spacing unit.

Notice by certified mail, return receipt requested, has been given to the affected parties listed in the notification list attached.

Thank you for your consideration of this application. Should you have any questions regarding the above, please email me at bdunn@mewbourne.com or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY

A handwritten signature in blue ink, appearing to read 'Brad Dunn', is positioned above the printed name.

Brad Dunn
Landman

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

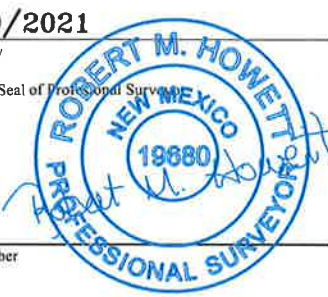
Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | | | | | |
|--|----------------------|---|---------------------|----------------------------------|------------------------------|----------------------------------|-----------------------------|--|-----------------------|
| ¹ API Number | | ² Pool Code | | ³ Pool Name | | | | | |
| ⁴ Property Code | | ⁵ Property Name SEABASS 10/11 B2DA FED COM | | | | | | ⁶ Well Number 1H | |
| ⁷ OGRID NO. | | ⁸ Operator Name MEWBOURNE OIL COMPANY | | | | | | ⁹ Elevation 3504' | |
| ¹⁰ Surface Location | | | | | | | | | |
| UL or lot no. D | Section 10 | Township 18S | Range 29E | Lot Idn | Feet from the 1300 | North/South line NORTH | Feet from the 100 | East/West line WEST | County EDDY |
| ¹¹ Bottom Hole Location If Different From Surface | | | | | | | | | |
| UL or lot no. A | Section 11 | Township 18S | Range 29E | Lot Idn | Feet from the 660 | North/South line NORTH | Feet from the 100 | East/West line EAST | County EDDY |
| ¹² Dedicated Acres | | 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.

| | | | | | |
|--|--|---|--|--|--|
| ¹⁶ GEODETIC DATA NAD 83 GRID - NM EAST SURFACE LOCATION N: 642388.8 - E: 622017.4 LAT: 32.7656867° N LONG: 104.0708612° W BOTTOM HOLE N: 643054.0 - E: 632375.3 LAT: 32.7674400° N LONG: 104.0371587° W | | CORNER DATA NAD 83 GRID - NM EAST A: FOUND BRASS CAP "1916" N 638408.5 - E 621927.5 B: FOUND BRASS CAP "1916" N 641048.0 - E 621920.8 C: FOUND BRASS CAP "1916" N 643688.2 - E 621914.3 D: FOUND BRASS CAP "1916" N 643696.2 - E 624556.2 E: CALCULATED CORNER N 643704.8 - E 627198.1 F: CALCULATED CORNER N 643714.1 - E 632473.8 G: FOUND BRASS CAP "1916" N 638440.2 - E 632485.9 H: FOUND BRASS CAP "1916" N 638432.3 - E 629849.9 I: FOUND BRASS CAP "1916" N 638424.5 - E 627213.2 | | ¹⁷ OPERATOR CERTIFICATION 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 heretofore entered by the division. Signature _____ Date _____ Printed Name _____ E-mail Address _____ | |
| ¹⁸ SURVEYOR CERTIFICATION 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. 04/30/2021 Date of Survey Signature and Seal of Professional Surveyor _____ 19680 Certificate Number | |  | | | |

Job No.:LS21020117R

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
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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

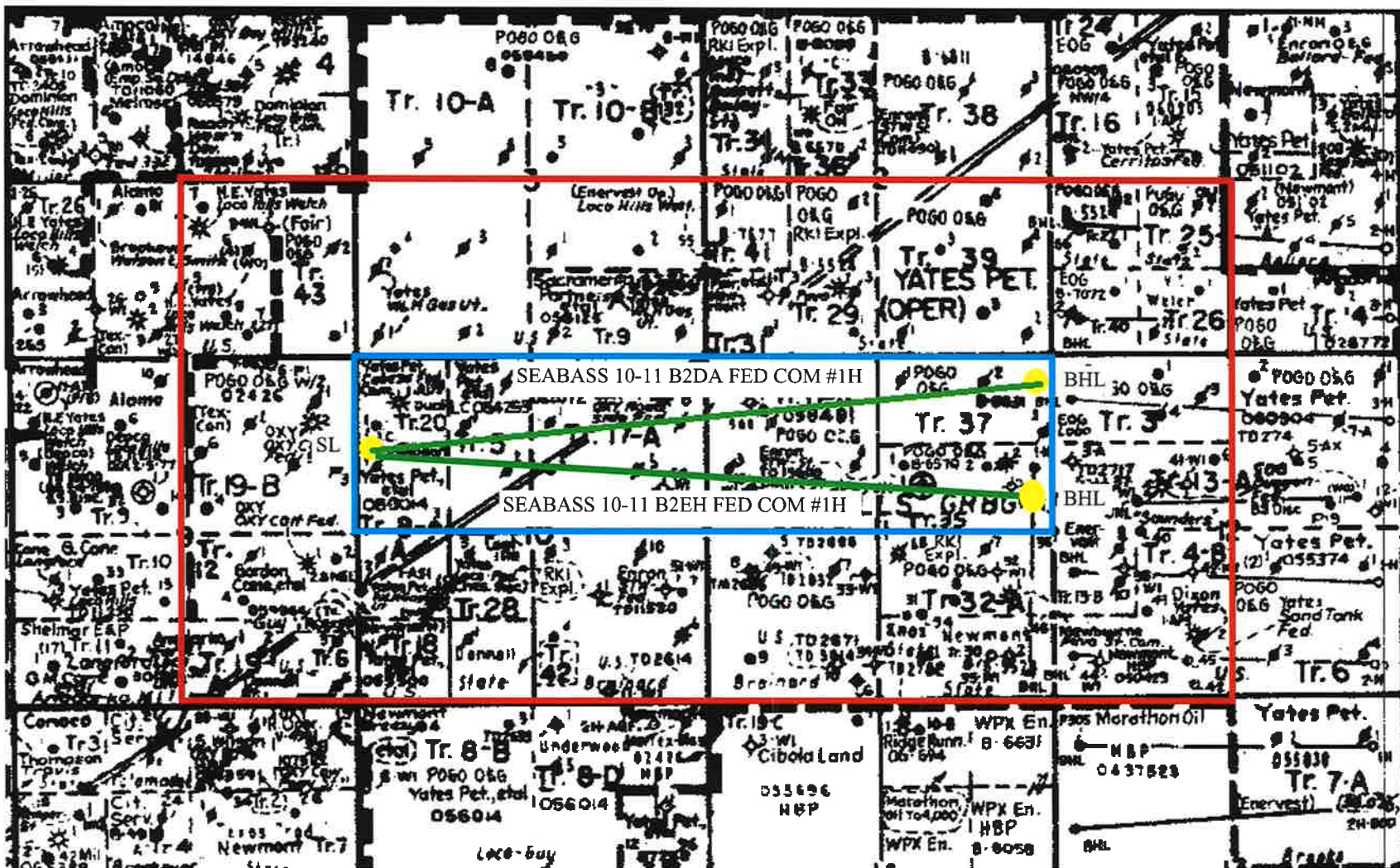
| | | | | | | | | | |
|---|----------------------|--|---------------------|-----------------------|------------------------------|----------------------------------|-----------------------------|-------------------------------|-----------------------|
| 1 API Number | | 2 Pool Code | | 3 Pool Name | | | | | |
| 4 Property Code | | 5 Property Name SEABASS 10/11 B2EH FED COM | | | | | | 6 Well Number 1H | |
| 7 OGRID NO. | | 8 Operator Name MEWBOURNE OIL COMPANY | | | | | | 9 Elevation 3503' | |
| 10 Surface Location | | | | | | | | | |
| UL or lot no. E | Section 10 | Township 18S | Range 29E | Lot Idn | Feet from the 1500 | North/South line NORTH | Feet from the 100 | East/West line WEST | County EDDY |
| 11 Bottom Hole Location If Different From Surface | | | | | | | | | |
| UL or lot no. H | Section 11 | Township 18S | Range 29E | Lot Idn | Feet from the 1980 | North/South line NORTH | Feet from the 100 | East/West line EAST | County EDDY |
| 12 Dedicated Acres | | 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.

| | | | | | | | | | | | |
|---|--|--|---|--|--|--|--|--|---|--|--|
| <p>16</p> <p>GEODETIC DATA NAD 83 GRID - NM EAST SURFACE LOCATION N: 642188.9 - E: 622017.9 LAT: 32.7651372° N LONG: 104.0708612° W BOTTOM HOLE N: 641734.4 - E: 632378.4 LAT: 32.7638127° N LONG: 104.0371608° W</p> | | | <p>CORNER DATA NAD 83 GRID - NM EAST A: FOUND BRASS CAP "1916" N 638408.5 - E 621927.5 B: FOUND BRASS CAP "1916" N 641048.0 - E 621920.8 C: FOUND BRASS CAP "1916" N 643688.2 - E 621914.3 D: FOUND BRASS CAP "1916" N 643696.2 - E 624556.2</p> | | | <p>E: CALCULATED CORNER N 643704.8 - E 627198.1 F: CALCULATED CORNER N 643714.1 - E 632473.8 G: FOUND BRASS CAP "1916" N 638440.2 - E 632485.9 H: FOUND BRASS CAP "1916" N 638432.3 - E 629849.9 I: FOUND BRASS CAP "1916" N 638424.5 - E 627213.2</p> | | | <p>17 OPERATOR CERTIFICATION 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 heretofore entered by the division.</p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p> <p>E-mail Address _____</p> | | |
| <p>18 SURVEYOR CERTIFICATION 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.</p> <p>04/30/2021 Date of Survey</p> <p>Signature and Seal of Professional Surveyor _____</p> <p>19680 Certificate Number</p> | | | | | | <p>PROF. ROBERT M. HOWETT NEW MEXICO 19680 PROFESSIONAL SURVEYOR</p> | | | | | |

Job No.:LS21020118R

=Affected Acreage



MEWBOURNE OIL COMPANY

500 WEST TEXAS AVENUE, SUITE 1020
MIDLAND, TEXAS 79701-4279

TELEPHONE (432) 682-3715

January 25, 2023

Via Certified Mail

Affected Parties (See Attached List)

Re: Application for Non-Standard Proration Unit
SEABASS 10/11 B2DA FED COM #1H
Surface Location: 1300' FNL & 100' FWL (Sec. 10)
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Surface Location: 1500' FNL & 100' FWL (Sec. 10)
Proposed First Perf: 1980' FNL & 100' FEL (Unit H) (Sec. 11)
Bottomhole Location: 1980' FNL & 100' FEL (Sec. 11)
Proposed Last Perf: 1980' FNL & 100' FWL (Unit E) (Sec. 10)
Eddy County, New Mexico

To Whom It May Concern:

Enclosed is a copy of Mewbourne Oil Company's (MOC) Application for Non Standard Proration Unit for the Seabass 10/11 B2DA Fed Com #1H and the Seabass 10/11 B2DA Fed Com #1H wells covering the N/2 of Sections 10 & 11, T-18-S, R-29-E, Eddy County, New Mexico. You are being sent a copy of this Application per OCD's requirements to notify the interest owners in the affected offset acreage. If you have any objection to this Application, notification should be given within 20 days of the date of this letter. The Application has been filed with the OCD as of this date.

MOC is seeking approval of the non-standard proration unit to eliminate the need for separate production facilities and additional administrative approvals. Therefore, reducing waste while protecting correlative rights with the referenced horizontal spacing unit.

If you have any questions regarding this application, please contact me via telephone at 432-682-3715 or via email at bdunn@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY



Brad Dunn
Landman

| OWNER NAME | ADDRESS LINE 1 | ADDRESS LINE 2 | CITY | STATE | ZIP | CERTIFIED NUMBER |
|---|-------------------------------|--------------------|---------------|------------|------------|-----------------------------|
| Bureau of Land Management | New Mexico State Office | 301 Dinosaur Trail | Santa Fe | New Mexico | 87508 | 9414 8361 0426 2362 2960 53 |
| EOG Resources, Inc. | 5509 Champions Dr. | | Midland | Texas | 79702 | 3047 9661 0426 2362 2960 53 |
| BXP Operating, LLC | P.O. Box 7227 | | Dallas | Texas | 75209 | 3111 6961 0426 2362 2960 53 |
| OXY USA Inc. | 5 Greenway Plaza, STE 110 | | Houston | Texas | 77046 | 3173 1461 0426 2362 2960 53 |
| Finley Production Company, LP | P.O. Box 2200 | | Fort Worth | Texas | 76113 | 3368 8961 0426 2362 2960 53 |
| Read & Stevens, Inc. | P.O. Box 1518 | | Roswell | New Mexico | 88202 | 3405 2761 0426 2362 2960 53 |
| J. Cleo Thompson & Jane Cleo Thompson Jr., LP | 325 N. St. Paul St., STE 4300 | | Dallas | Texas | 75201 | 3438 2561 0426 2362 2960 53 |
| COG Operating, LLC | 600 West Illinois Ave. | | Midland | Texas | 79701 | 3471 9961 0426 2362 2960 53 |
| Joel R. Miller Energy, LP | P.O. Box 3003 | | Midland | Texas | 79702 | 3500 6961 0426 2362 2960 53 |
| Northern Oil & Gas, Inc. | 4350 Baker Road | Suite 400 | Minnetonka | Minnesota | 55343 | 3543 4061 0426 2362 2960 53 |
| W. T. Boyle & Co. | P.O. Box 57 | | Graham | Texas | 76450-0057 | 3575 5661 0426 2362 2960 53 |
| Stovall Energy, Ltd | P.O. Box 10 | | Graham | Texas | 76450 | 3605 1861 0426 2362 2960 53 |
| Slayton Investments, LLC | P.O. Box 2035 | | Roswell | New Mexico | 88202-2035 | 3641 2761 0426 2362 2960 53 |
| S. B. Street Family Oil Properties, Ltd. | P.O. Box 206 | | Graham | Texas | 76450 | 3674 2561 0426 2362 2960 53 |
| Richard Scott Briggs | 1920 E. Riverside Dr. | STE A-120 #505 | Austin | Texas | 78741 | 3704 0161 0426 2362 2960 53 |
| Grasslands Energy, LP | 5128 Apache Plume Rd. | STE 300 | Fort Worth | Texas | 76109 | 3730 6861 0426 2362 2960 53 |
| Barry White & Company, Inc. | P.O. Box 1473 | | Graham | Texas | 76450 | 3760 1461 0426 2362 2960 53 |
| Concho O&G LLC | 600 West Illinois Ave. | | Midland | Texas | 79701 | 3788 2761 0426 2362 2960 53 |
| OXY Y-1 Company | 5 Greenway Plaza, STE 110 | | Houston | Texas | 77046 | 3815 4461 0426 2362 2960 53 |
| WPX Energy Permian, LLC | 333 W. Sheridan Ave. | | Oklahoma City | Oklahoma | 73102 | 3848 6661 0426 2362 2960 53 |
| General Exploration Company, Inc | 1101 Post Oak BLVD | STE #9 | Houston | Texas | 77056-3101 | 3886 7361 0426 2362 2960 53 |

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Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 180101

CONDITIONS

| | |
|---|---|
| Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241 | OGRID: 14744 |
| | Action Number: 180101 |
| | Action Type: [UF-NSP] Non-Standard Proration (NSP) |

CONDITIONS

| | | |
|------------|-----------------------|----------------|
| Created By | Condition | Condition Date |
| Ilowe | NSP-2147 is Approved. | 2/20/2023 |