State of New Mexico Energy, Minerals and Natural Resources Department

Dylan M. Fuge, Director (Acting)

Oil Conservation Division

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Dylan M. Fuge Deputy Secretary

Ms. Arianna Rodriques arodiques@mewbourne.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8670

Mewbourne Oil Company [OGRID 14744] Salado Draw 16 9 Federal Com Well No. 808H API No. 30-015-PENDING

Proposed Location

-	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	290 FSL & 1510 FEL	Ο	16	26S	33E	Lea
First Take Point	100 FNL & 420 FEL	Ο	16	26S	33E	Lea
Last Take Point/	100 FNL & 420 FEL	А	09	26S	33E	Lea
Terminus						

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
E/2 Section 16	640	Salado Draw; Wolfcamp	84410
E/2 Section 09		_	

Reference is made to your application received on October 24th, 2023.

You have requested to drill this horizontal well at an unorthodox Gas well location described above in the referenced pool or formation. 19.15.16.15(B)(3)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter section or equivalent.

This well's completed interval is as close as 100 feet towards the southern and northern edge and 240 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 21, encroachment to the NE/4 Section 15, encroachment to the W/2 Section 10, encroachment to the W/2 Section 04, encroachment to the SE/4 Administrative Order NSL - 8670 Mewbourne Oil Company Page 2 of 2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location in order to maximize the recovery of oil and gas reserves. Therefore, preventing waste within the Wolfcamp formation underlying the E/2 of Section 16 and the E/2 of Section 09.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, Division approves this unorthodox location.

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.

DYLAN M. FUGE Division Director (Acting)

Date: 12/4/23

DMF/lrl

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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 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

Operator:	OGRID:	
MEWBOURNE OIL CO	14744	
P.O. Box 5270	Action Number:	
Hobbs, NM 88241	291236	
	Action Type:	
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)	

CONDITIONS

Created By		Condition Date
llowe	None	12/5/2023

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Action 291236