

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Dylan M. Fuge**  
Deputy Secretary

**Dylan M. Fuge, Director (Acting)**  
Oil Conservation Division



Ms. Arianna Rodriques  
[arodiques@mewbourne.com](mailto:arodiques@mewbourne.com)

**ADMINISTRATIVE NON-STANDARD LOCATION**

**Administrative Order NSL - 8672**

**Mewbourne Oil Company [OGRID 14744]  
Salado Draw 16 9 Federal Com Well No. 805H  
API No. 30-015-PENDING**

**Proposed Location**

|                              | <b>Footages</b>    | <b>Unit/Lot</b> | <b>Sec.</b> | <b>Twsp</b> | <b>Range</b> | <b>County</b> |
|------------------------------|--------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface                      | 290 FSL & 1570 FEL | O               | 16          | 26S         | 33E          | Lea           |
| First Take Point             | 100 FSL & 2200 FEL | O               | 16          | 26S         | 33E          | Lea           |
| Last Take Point/<br>Terminus | 100 FNL & 2200 FEL | B               | 09          | 26S         | 33E          | Lea           |

**Proposed Horizontal Units**

| <b>Description</b> | <b>Acres</b> | <b>Pool</b>           | <b>Pool Code</b> |
|--------------------|--------------|-----------------------|------------------|
| E/2 Section 16     | 640          | Salado Draw; Wolfcamp | 84410            |
| E/2 Section 09     |              |                       |                  |

Reference is made to your application received on October 24<sup>th</sup>, 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 edge and 100 feet towards the northern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 21, encroachment to the NE/4  
Section 04, encroachment to the SE/4

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Page 2 of 2

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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.



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**DYLAN M. FUGE**  
**Division Director (Acting)**

**Date:** 12/4/23

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DMF/lrl

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

CONDITIONS

Action 291241

CONDITIONS

|   |  |
|---|--|
| Operator:<br>MEWBOURNE OIL CO<br>P.O. Box 5270<br>Hobbs, NM 88241 | OGRID:<br>14744  |
|   | Action Number:<br>291241                                       |
|   | Action Type:<br>[IM-SD] Admin Order Support Doc (ENG) (IM-AAO) |

CONDITIONS

|            |           |                |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| llowe      | None      | 12/5/2023      |