State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Dylan M. Fuge Deputy Secretary

Mr. Joshua Anderson janderson@mewbourne.com **Dylan M. Fuge, Director** Oil Conservation Division (Acting)



Administrative Order NSP – 2178

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Mewbourne Oil Company [OGRID 14744]

Corona 25 26 Federal Com Well No. 521H [API No. 30-015-53694] Corona 25 26 Federal Com Well No. 523H [API No. 30-015-53691] Corona 25 26 Federal Com Well No. 525H [API No. 30-015-53680] Corona 25 26 Federal Com Well No. 528H [API No. 30-015-53693] **All Section 25 and All Section 26, T18S, R30E, Eddy County**

Reference is made to your application received on November 6st, 2023.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
Section 25	1280	Santo Nino; Bone Spring	54600
Section 26			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a nonstandard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(3) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Eddy County, New Mexico.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

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You have requested this non-standard horizontal spacing unit in order to eliminate the need for separate facilities, additional administrative orders and for the maximum recovery of reserves within the Bonespring formation. Thereby, preventing waste underlying Section 25 and Section 26, all while protecting correlative rights within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the abovedescribed **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Reference this approved order number on the submitted Change of plans. Once submitted, email the Action ID number to the following e-mail address: <u>ocd.engineer@emnrd.nm.gov</u> of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

DYLAN M. FUGE

DYLAN M. FUGE DIRECTOR (ACTING) DMF/lrl

Date: 12/21/23

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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

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	296971
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	12/21/2023

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Action 296971