State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Melanie A. Kenderdine Deputy Secretary – Designate

Ben Shelton Deputy Secretary (Acting) **Gerasimos "Gerry" Razatos** Division Director (Acting) Oil Conservation Division



Ms. Arianna Rodriques arodriques@mewbourne.com

Administrative Order NSP – 2219

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Mewbourne Oil Company [OGRID 14744]

Stage Fright 12 7 Federal Com Well No. 716H [API No. 30-015-PENDING] Stage Fright 12 8 Federal Com Well No. 718H [API No. 30-015-PENDING] HSU as follows: S/2 Section 12 (equivalent), T21S, R25E, S/2 Section 07, T21S R26E & SW/4 SW/4 Section 08, T21S R26E, Eddy County

Reference is made to your application received on July 30th, 2024.

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
S/2 Section 12, T21S R25E	678.78	Wildcat; Wolfcamp	98241
S/2 Section 07, T21S, R26E			
SW/4 SW/4 Section 08, T21S,	R26E		

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)(1) 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.

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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 Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

It is requested that a non-standard horizontal spacing unit is needed in order eliminate the need for separate facilities, additional administrative approvals and to maximize the recovery of oil and gas reserves within Wolfcamp formation. Thereby, preventing waste underlying the entirety of S/2 Section 12 (equivalent), T21S, R25E, S/2 Section 07, T21S R26E & SW/4 SW/4 Section 08, T21S R26E 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. Once submitted, email the Action ID number to the following email 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.

Date: 9/11/2024

Gerasimos Razatos Division Director (Acting) GR/lrl

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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	386763
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By		Condition Date
llowe	None	9/25/2024

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Action 386763