State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan-Grisham

Governor

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Ben Shelton

Deputy Secretary (Acting)

Mr. Thomas Sloan tsloan@mewbourne.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8779

Mewbourne Oil Company [OGRID 14744] Old Indian Draw Unit Well No. 4H API No. 30-015-55066

Reference is made to your application received on June 26th, 2024.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	930 FSL & 205 FEL	P	17	22S	28E	Eddy
First Take Point	880 FSL & 330 FEL	H	17	22S	28E	Eddy
Last Take Point/	880 FSL & 100 FWL	M/11	18	22S	28E	Eddy
Terminus						

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
S/2 of Section 17	621.13	Purple Sage; Wolfcamp, Gas	98220
S/2 of Section 18			

You have requested to complete this horizontal well as a **gas** well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

Administrative Order NSL - 8779 Mewbourne Oil Company Page 2 of 2

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

The well's completed interval is as close as 100 feet to the western boundary of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 13, T22S, R27E, encroachment to the SE/4

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 towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location in order to recover additional oil and gas reserves within the Wolfcamp formation underlying the S/2 of Section 17 and the S/2 of Section 18, in order to maximize recovery and preventing waste.

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 Subsection B of 19.15.15.13 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.

Date: 9/19/2024

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

Action 388022

CONDITIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	388022
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By		Condition Date
llowe	None	9/27/2024