STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY TO POOL ADDITIONAL INTEREST OWNERS UNDER THE TERMS OF ORDER NO. R-21292, LEA COUNTY, NEW MEXICO

| Case No. | | |
|-----------|---------|--|
| Order No. | R-21292 | |

APPLICATION

Mewbourne Oil Company ("Mewbourne"), by and through the undersigned counsel, files this application with the Oil Conservation Division ("Division") to pool additional interest owners under the terms of Order No. R-21292. In support of its application, Mewbourne states the following.

- 1. Division Order No. R-21292, entered on April 28, 2020 in Case No. 21156, created a 240-acre, more or less, standard horizontal spacing unit comprised of the W/2 E/2 of Section 26 and the W/2 SE/4 of Section 23, Township 21 South, Range 34 East in Lea County, New Mexico ("the Unit") and designated Mewbourne as the operator of the Unit. Order No. R-21292 further pooled the uncommitted interests in the Bone Spring formation (Grama Ridge; Bone Spring NE Pool, Code 28435) and dedicated the Unit to the Inland 26/23 B2OJ State Com #1H well, to be horizontally drilled from a surface location in Unit P in Section 26 to a bottom hole location in Unit J in Section 23, Township 21 South, Range 34 East.
- 2. On April 30, 2020, the Division issued Order No. R-21292-A to amend Exhibit A to Order No. R-21292, but the amendment did not otherwise affect the terms of Order No. R-21292.

by the terms of Order No. R-21292.

3. Since the entry of Order No. R-21292, Mewbourne has determined that there are additional mineral interest owners in the Unit who were not provided notice of the April 16, 2020, compulsory pooling hearing in Case No. 21156, and as a result, whose interests were not pooled

4. The pooling of additional mineral interest owners under the terms of Order No. R-21292 will prevent waste, protect correlative rights, and promote administrative efficiency.

5. In order to permit Mewbourne to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interest owners should be pooled in the Unit pursuant to the terms of Order No. R-21292.

6. In order to provide proper notice to these additional interest owners and to bring their interests under the terms of Order No. R-21292, Mewbourne requests that this case be set for hearing on the next available examiner docket.

WHEREFORE, Mewbourne requests that this application be set for hearing before the Division on November 5, 2020, and after notice and hearing as required by law, the Division issue an order pooling the additional interest owners pursuant to the terms of Order No. R-21292.

Respectfully submitted,

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