

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING MAY 2, 2024**

CASE No. 24384

SAMSONITE 521H WELL

EDDY COUNTY, NEW MEXICO



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

**APPLICATION OF MEWBOURNE
OIL COMPANY FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NO. 24384

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COMPULSORY POOLING APPLICATION CHECKLIST

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

| | |
|--|---|
| Case: 24384 | APPLICANT'S RESPONSE |
| Date: May 2, 2024 | |
| Applicant | Mewbourne Oil Company |
| Designated Operator & OGRID (affiliation if applicable) | Mewbourne Oil Company [OGRID 14744] |
| Applicant's Counsel: | Holland & Hart LLP |
| Case Title: | APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO |
| Entries of Appearance/Intervenors: | |
| Well Family | Samsonite 4/3 Fed Com |
| Formation/Pool | |
| Formation Name(s) or Vertical Extent: | Bone Spring |
| Primary Product (Oil or Gas): | Oil |
| Pooling this vertical extent: | N/A |
| Pool Name and Pool Code: | Sand Tank; Bone Spring (96832) |
| Well Location Setback Rules: | Standard |
| Spacing Unit Size: | 240-acres |
| Spacing Unit | |
| Type (Horizontal/Vertical) | Horizontal |
| Size (Acres) | 240-acres |
| Building Blocks: | Quarter-Quarter sections |
| Orientation: | Laydown |
| Description: TRS/County | N2NW4 of Section 3 and N2N2 of Section 4, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe | Yes |
| Other Situations | |
| Depth Severance: Y/N. If yes, description | No |
| Proximity Tracts: If yes, description | No |
| Proximity Defining Well: if yes, description | N/A |
| Applicant's Ownership in Each Tract | Exhibit A-2 |
| Well(s) | |
| Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard) | |
| Well #1 | Samsonite 4/3 Fed Com 521H , API No. pending SHL: 1310' FNL & 275' FEL (Unit A) of Sec. 5, T18S, R29E BHL: 660' FNL & 2543' FWL (Unit C) of Sec. 3, T18S, R29E Completion Target: Bone Spring formation Well Orientation: West to East Completion Location expected to be: Standard |

| | |
|--|---|
| Horizontal Well First and Last Take Points | FTP: 660' FNL & 100' FWL (Unit D) of Sec 4, T18S, R29E LTP: 660' FNL & 2540' FWL (Unit C) of Sec 3, T18S, R29E |
| Completion Target (Formation, TVD and MD) | Exhibit A-3 |
| AFE Capex and Operating Costs | |
| Drilling Supervision/Month \$ | \$8,000 |
| Production Supervision/Month \$ | \$800 |
| Justification for Supervision Costs | Exhibit A |
| Requested Risk Charge | 200% |
| Notice of Hearing | |
| Proposed Notice of Hearing | Exhibit C |
| Proof of Mailed Notice of Hearing (20 days before hearing) | Exhibit C |
| Proof of Published Notice of Hearing (10 days before hearing) | N/A |
| Ownership Determination | |
| Land Ownership Schematic of the Spacing Unit | Exhibit A-2 |
| Tract List (including lease numbers and owners) | Exhibit A-2 |
| Pooled Parties (including ownership type) | Exhibit A-2 |
| Unlocatable Parties to be Pooled | N/A |
| Ownership Depth Severance (including percentage above & below) | N/A |
| Joinder | |
| Sample Copy of Proposal Letter | Exhibit A-3 |
| List of Interest Owners (ie Exhibit A of JOA) | Exhibit A-2 |
| Chronology of Contact with Non-Joined Working Interests | Exhibit A-4 |
| Overhead Rates In Proposal Letter | Exhibit A-3 |
| Cost Estimate to Drill and Complete | Exhibit A-3 |
| Cost Estimate to Equip Well | Exhibit A-3 |
| Cost Estimate for Production Facilities | Exhibit A-3 |
| Geology | |
| Summary (including special considerations) | Exhibit B |
| Spacing Unit Schematic | Exhibit B-2 |
| Gunbarrel/Lateral Trajectory Schematic | Exhibit B-2 |
| Well Orientation (with rationale) | Exhibit B |
| Target Formation | Exhibit B |
| HSU Cross Section | Exhibit B-3 |
| Depth Severance Discussion | N/A |
| Forms, Figures and Tables | |
| C-102 | Exhibit A-1 |
| Tracts | Exhibit A-2 |
| Summary of Interests, Unit Recapitulation (Tracts) | Exhibit A-2 |
| Reference to Existing Maps (including Basemap) | Exhibit B-1 |

| | |
|--|--|
| Well Bore Location Map | Exhibits A-1, B-2 |
| Structure Contour Map - Subsea Depth | Exhibit B-2 |
| Cross Section Location Map (including wells) | Exhibit B-2 |
| Cross Section (including Landing Zone) | Exhibit B-3 |
| Additional Information | |
| Special Provisions/Stipulations | N/A |
| CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate. | |
| Printed Name (Attorney or Party Representative): | Michael H. Feldewert |
| Signed Name (Attorney or Party Representative): |  |
| Date: | 30-Apr-24 |

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

**APPLICATION OF MEWBOURNE
OIL COMPANY FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NO. 24384

APPLICATION

Mewbourne Oil Company (“Mewbourne” or “Applicant”) (OGRID No. 14744), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted mineral owners in the Bone Spring formation underlying a standard 240-acre horizontal well spacing unit comprised of the N2NW4 of Section 3 and the N2N2 of Section 4, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of its application, Mewbourne states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
2. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Samsonite 4/3 Fed Com 521H** well, to be horizontally drilled from a surface location in the E2NE4 of Section 5, with a first take point in the NW4W4 (Unit D) of Section 4 and a last take point in the NE4NW4 (Unit C) of Section 3.
3. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.
4. The pooling of uncommitted mineral owners will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on May 2, 2024, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted mineral owners in the horizontal spacing unit;
- B. Designating Applicant as operator of this spacing unit and the horizontal well to be drilled thereon;
- C. Authorizing Applicant to recover its costs of drilling, completing, and equipping the well;
- D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- E. Imposing a 200% charge for the risk assumed by Applicant in drilling and completing the well against any working interest owner who does not voluntarily participate in the drilling of the well.

Respectfully submitted,

HOLLAND & HART LLP



By: _____

Michael H. Feldewert
Adam G. Rankin
Paula M. Vance
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ATTORNEYS FOR MEWBOURNE OIL COMPANY

CASE _____: **Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico.** Applicant in the above-styled cause seeks an order pooling all uncommitted mineral owners in the Bone Spring formation underlying a standard 240-acre horizontal well spacing unit comprised of the N2NW4 of Section 3 and the N2N2 of Section 4, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. Said unit will be initially dedicated to the proposed **Samsonite 4/3 Fed Com 521H** well, to be horizontally drilled from a surface location in the E2NE4 of Section 5, with a first take point in the NW4W4 (Unit D) of Section 4 and a last take point in the NE4NW4 (Unit C) of Section 3. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Applicant as operator of the well, and a 200% charge for risk involved in drilling said well. The subject area is located approximately 19 miles east of Artesia, New Mexico.

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

**APPLICATIONS OF MEWBOURNE OIL COMPANY
FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NOS. 24384 & 24385

SELF AFFIRMED STATEMENT OF ADRIANA SALGADO, LANDMAN

1. My name is Adriana Salgado and I am employed by Mewbourne Oil Company (“Mewbourne”) as a Landman. My responsibilities include the Permian Basin of New Mexico. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters and my credentials have been accepted by the Division and made a matter of record.

2. I am familiar with the application filed by Mewbourne in these consolidated matters and the status of the lands in the subject area. The mineral owners to be pooled have not expressed any opposition to this proceeding.

3. In these consolidated cases, Mewbourne seeks orders pooling all uncommitted interests in the Bone Spring formation underlying the NW4 of Section 3 and the N2 of Section 4, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico as follows:

- Under **Case 24384**, Mewbourne seeks to pool a standard 240--acre horizontal well spacing unit comprised of the N2NW4 of Section 3 and the N2N2 of Section 4 to be initially dedicated to the proposed **Samsonite 4/3 Fed Com 521H** well, to be horizontally drilled from a surface location in the E2NE4 of Section 5, with a first take point in the NW4W4 (Unit D) of Section 4 and a last take point in the NE4NW4 (Unit C) of Section 3; and

- Under **Case 24385**, Mewbourne seeks to pool a standard 240-acre horizontal well spacing unit comprised of the S2NW4 of Section 3 and the S2N2 of Section 4 to be initially dedicated to the proposed **Samsonite 4/3 Fed Com 523H** well, to be horizontally drilled from a surface location in the E2NE4 of Section 5, with a first take point in the SW4NW4 (Unit E) of Section 4 and a last take point in the SE4NW4 (Unit F) of Section 3.

4. There are no ownership depth severances within the Bone Spring formation underlying the subject acreage, and there are no existing Bone Spring spacing units.

5. **Exhibit A-1** contains drafts of the Form C-102s for the proposed initial wells.

6. **Exhibit A-2** identifies the tracts of land comprising the proposed spacing unit, the working interest ownership in each tract, and the consolidated working interest ownership in the proposed horizontal spacing units. Mewbourne has identified the “uncommitted” working interest owners that remain to be pooled in red. This acreage is comprised of federal lands.

7. **Exhibit A-3** contains a sample of the well proposal letter sent to the working interest owners Mewbourne seeks to pool. The costs reflected in the AFEs provided with this letter are consistent with what Mewbourne and other operators have incurred for drilling similar horizontal wells in the area in this formation.

8. Mewbourne requests overhead and administrative rates of \$8,000 per month for drilling and \$800 per month for a producing well. These rates are consistent with the rates charged by Mewbourne and other operators for similar wells in this area.

9. **Exhibit A-4** contains a chronology of the contacts with the uncommitted working interest owners. Mewbourne has made a good faith effort to obtain voluntary joinder of these owners in the proposed spacing unit and initial wells.

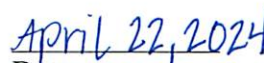
10. I have provided the law firm of Holland & Hart, LLP, with the names and addresses of the mineral owners that remain to be pooled and instructed that they be notified of this hearing.

11. In compiling the addresses of the parties to be pooled, Mewbourne has conducted a diligent search of all public records in the county where the proposed unit is located, reviewed telephone directories, and conducted computer searches. Mewbourne has located all of the parties it seeks to be pool.

12. Exhibits A-1 through A-4 were either prepared by me or compiled under my direction from company business records.

13. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.


Adriana Salgado


Date

31896811_v1

EXHIBIT A-1

Santa Fe, New Mexico

Exhibit No. A-1

Submitted by: Mewbourne Oil Company

Hearing Date: May 2, 2024

Case No. 24384

Form C-102

Revised August 1, 2011

Submit one copy to appropriate

District Office

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

☐ AMENDED REPORT

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|---|--|
| ¹ API Number | ² Pool Code 96832 | ³ Pool Name Sand Tank; Bone Spring |
| ⁴ Property Code | ⁵ Property Name SAMSONITE 4/3 FED COM | ⁶ Well Number 521H |
| ⁷ GRID NO. | ⁸ Operator Name MEWBOURNE OIL COMPANY | ⁹ Elevation 3546' |

¹⁰ Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet From the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A | 5 | 18S | 29E | | 1310 | NORTH | 275 | EAST | EDDY |

¹¹ Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| C | 3 | 18S | 29E | | 660 | NORTH | 2543 | WEST | EDDY |

| | | | |
|--------------------------------------|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 240 | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ¹⁵ Order No. |
|--------------------------------------|-------------------------------|----------------------------------|-------------------------|

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.

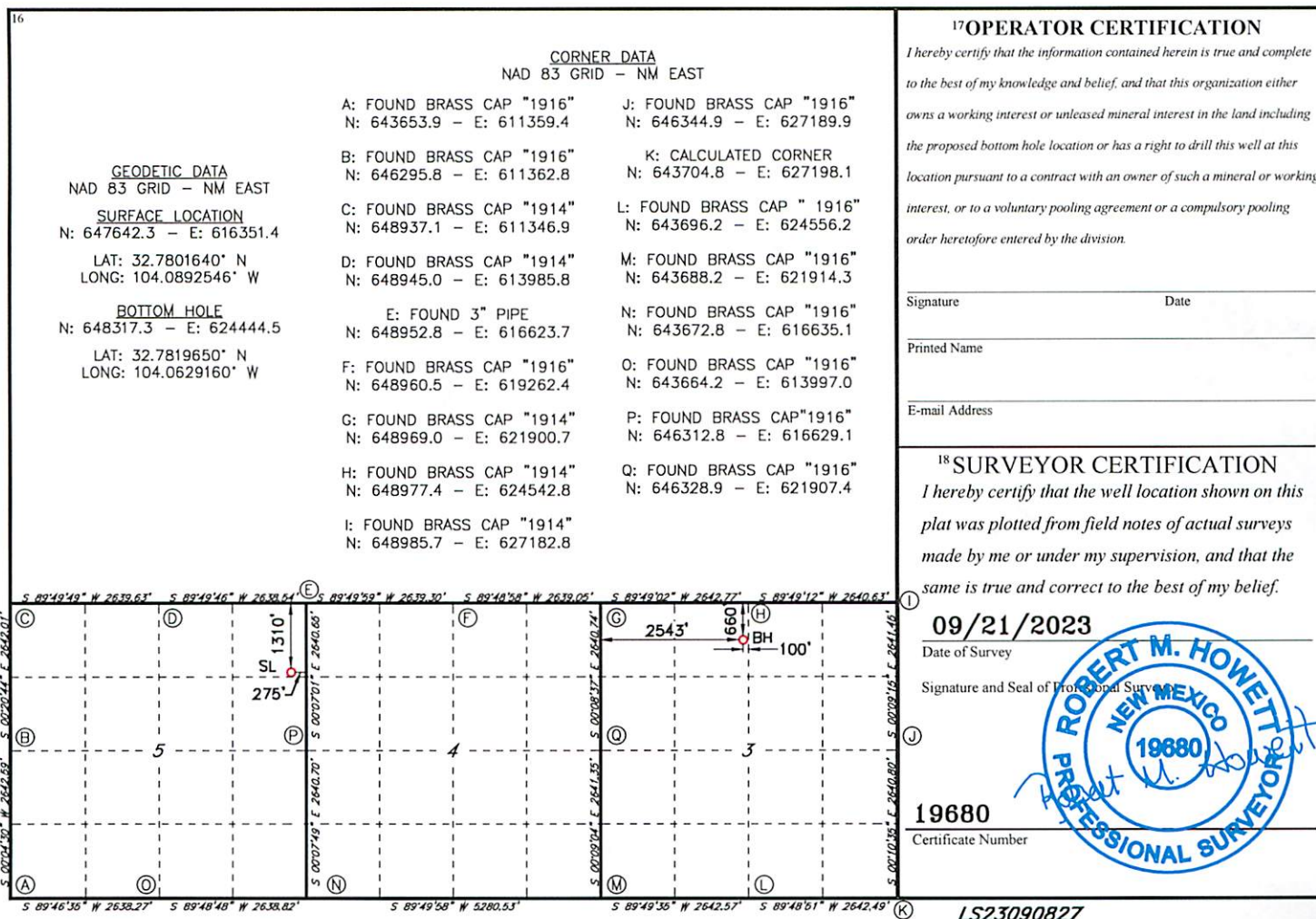


EXHIBIT A-2

TRACT OWNERSHIP - CONTRACTUAL
Samsonite 4/3 Fed Com #521H (B2DC)
N/2N/2 of Section 4 & N/2NW/4 of Section 3,
Township 18 South, Range 29 East
Eddy County, New Mexico

Bone Spring Formation:

| | <u>% Leasehold Interest</u> |
|--|-----------------------------|
| Mewbourne Oil Company, et al 500 West Texas, Ste. 1020 Midland, Texas 79701 | 63.355903% |
| EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706 | 16.666667% |
| Northern Oil and Gas, Inc. 4350 Baker Rd. Suite 400 Minnetonka, Minnesota 55343 | 4.203125% |
| OXY Y-1 Company 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521 | 3.333333% |
| *Marathon Oil Permian LLC 5555 San Felipe Houston, Texas 77056 | 8.333333% |
| OXY USA WTP LP 5 Greenway Plaza, Ste. 110 Houston, Texas 77046-0521 | 1.494444% |
| Beverly Jean Renfro Barr, Trustee of Family Trust under the Will of Richard Kevin Barr, dec. 8027 Chalk Knoll Dr. Austin, Texas 78735 | 0.934028% |

| | |
|---|-------------|
| *The Successor Trustee under the will of Sam Lett, aka Samuel G. Lett, dec. 3500 Oak Lawn Ave., Suite 720 Dallas, Texas 75219 (Also tried the following address: 4761 Frank Luke Dr. Addison, Texas 75001 Attn: Thomas W. Lett, Trustee) | 0.795833% |
| *Andrews Oil Company 1015 Beecave Woods Drive, Suite 300A Austin, Texas 78746 | 0.466667% |
| Ashley Fair Harrison 18216 Spruce Hill Drive Flint, Texas 75762 | 0.138875% |
| Barton Walker Fair, Jr. 4034 Tartan Ln. Houston, Texas 77025 | 0.125000% |
| Eugenia Fair Sullivan 2203 Cimarron McKinney, Texas 75070 | 0.076417% |
| Laura Fair P.O. Box 6272 Tyler, Texas 75711 | 0.076375% |
| Total | 100.000000% |

***Total interest being pooled: 9.595833%**

EXHIBIT A-2

Samsonite 4/3 Fed Com #521H (B2DC)
N/2N/2 of Section 4 & N/2NW/4 of Section 3
T18S-R29E, Eddy County, NM

Section 4

Section 3

| | | | | |
|---------|---------|---------|---------|--|
| Tract 1 | Tract 2 | Tract 3 | Tract 4 | |
| | | | | |
| | | | | |

Tract 1: NWNW of Section 4 – Federal Lease LC 058581

Mewbourne Oil Company - 71.689236%
 EOG Resources, Inc. – 16.666667%
 Northern Oil and Gas, Inc. – 4.203125%
 OXY Y-1 Company – 3.333333%
 OXY USA WTP LP – 1.494444%
 Beverly Jean Renfro Barr, Ttee under will of
 Richard Kevin Barr, dec – 0.934028%
 *The Successor Ttee under will of Sam Lett – 0.795833%
 *Andrews Oil, LP – 0.466667%
 Ashley Fair Harrison – 0.138875%
 Barton Walker Fair, Jr. – 0.125000%
 Eugenia Fair Sullivan – 0.076417%
 Laura Fair – 0.076375%

Tract 2: NENW of Section 4 – Federal Lease NM 23416

Mewbourne Oil Company – 64.618403%
 EOG Resources, Inc. – 16.666667%
 *Marathon Oil Permian LLC – 8.333333%
 Northern Oil and Gas, Inc. – 4.203125%
 OXY Y-1 Company – 3.333333%
 OXY USA WTP LP – 1.494444%
 Beverly Jean Renfro Barr, Ttee under will of
 Richard Kevin Barr, dec – 0.934028%
 Ashley Fair Harrison – 0.138875%
 Barton Walker Fair, Jr. – 0.125000%
 Eugenia Fair Sullivan – 0.076417%
 Laura Fair – 0.076375%

Tract 3: N2NE of Section 4 – Federal Lease NM14846

Mewbourne Oil Company - 72.485072%
 EOG Resources, Inc. – 16.666667%
 Northern Oil and Gas, Inc. – 4.203125%
 OXY Y-1 Company – 3.333333%
 OXY USA WTP LP – 1.494444%
 Beverly Jean Renfro Barr, Ttee under will of
 Richard Kevin Barr, dec – 0.934028%
 *Andrews Oil, LP – 0.466667%
 Ashley Fair Harrison – 0.138875%
 Barton Walker Fair, Jr. – 0.125000%
 Eugenia Fair Sullivan – 0.076417%
 Laura Fair – 0.076375%

Tract 4: N2NW of Section 3 – Federal Lease LC 058480

Mewbourne Oil Company - 72.951736%
 EOG Resources, Inc. – 16.666667%
 Northern Oil and Gas, Inc. – 4.203125%
 OXY Y-1 Company – 3.333333%
 OXY USA WTP LP – 1.494444%
 Beverly Jean Renfro Barr, Ttee under will of
 Richard Kevin Barr, dec – 0.934028%
 Ashley Fair Harrison – 0.138875%
 Barton Walker Fair, Jr. – 0.125000%
 Eugenia Fair Sullivan – 0.076417%
 Laura Fair – 0.076375%

*Indicates parties being pooled.

MEWBOURNE OIL COMPANY

FASKEN CENTER
500 WEST TEXAS, SUITE 1020
MIDLAND, TX 79701

TELEPHONE (432) 682-3715
FACSIMILE (432) 685-4170

March 19, 2024

EXHIBIT A-3

Via Certified Mail

Andrews Oil L.P.
1015 Beecave Woods Drive, Suite 300A
Austin, Texas 78746

Re:

Samsonite 4/3 Fed Com #521H (B2DC)
1310' FNL & 275' FEL (SL) (Sec 5)
660' FNL & 2543' FWL (BHL) (Sec 3)
Sections 3 & 4, T18S, R29E
Eddy County, New Mexico
TVD: 7,124' MD: 14,955'

Samsonite 4/3 Fed Com #523H (B2EF)
1330' FNL & 275' FEL (SL) (Sec 5)
1980' FNL & 2543' FWL (BHL) (Sec 3)
Sections 3 & 4, T18S, R29E
Eddy County, New Mexico
TVD: 7,214' MD: 15,074'

Dear Sir or Madam:

Mewbourne Oil Company ("Mewbourne") hereby proposes to drill the referenced horizontal Bone Spring wells. The estimated costs for these wells are as follows:

| Well Name | Estimated Cost to Casing Point | Estimated Cost of Producing Well |
|------------------------------------|--------------------------------|----------------------------------|
| Samsonite 4/3 Fed Com #521H (B2DC) | \$2,967,500 | \$7,360,600 |
| Samsonite 4/3 Fed Com #523H (B2EF) | \$2,972,500 | \$7,367,400 |

These costs are more fully detailed in the AFEs enclosed herewith. To facilitate the drilling of these wells and the development of this project area, Mewbourne proposed forming a working interest unit by signing an Operating Agreement with a Contract Area comprised of the W2 of Section 3 and All of Section 4. Our Joint Operating Agreement, previously sent to you, contained 100%/300% non-consent penalty, \$8,000.00/\$800 drilling/producing rates, and was limited to the Bone Spring formation with MOC listed as Operator. You did not previously respond to our proposals. *If you do not wish to participate in the wells, Mewbourne is interested in discussing other options for your interest.*

To make your election to participate in the proposed wells, properly execute and return the AFEs. You will also need to provide your "Well Information" requirements. As a reminder, Mewbourne's AFEs provide all participants the opportunity to opt out of the "Extra Expense Well Control Insurance" that Mewbourne purchases for each well it drills. If you do opt out, you must provide evidence that you have adequate "Well Control Insurance".

Regarding the above, please have the AFEs executed and returned to me within 30 days of receipt of proposals.

Feel free to contact me if you have any questions. I can be reached by phone at (432) 682-3715 or via email at asalgado@mewbourne.com.

Sincerely,
MEWBOURNE OIL COMPANY

Asalgado

Adriana Jimenez-Salgado
Landman

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A-3
Submitted by: Mewbourne Oil Company
Hearing Date: May 2, 2024
Case No. 24384

EXHIBIT A-3

MEWBOURNE OIL COMPANY
AUTHORIZATION FOR EXPENDITURE

| | | | |
|---|------|-----------------|--|
| Well Name: SAMSONITE 4/3 FED COM #521H (B2DC) | | Prospect: ASPEN | |
| Location: SL: 1310 FNL & 275 FEL (5); BHL: 660 FNL & 2543 FWL (3) | | County: Eddy | ST: NM |
| Sec: 5 | Blk: | Survey: | TWP: 18S RNG: 29E Prop. TVD: 7124 TMD: 14955 |

| INTANGIBLE COSTS 0180 | | CODE | TCP | CODE | CC |
|---|--|-----------|-------------|-----------|-------------|
| Regulatory Permits & Surveys | | 0180-0100 | \$20,000 | 0180-0200 | |
| Location / Road / Site / Preparation | | 0180-0105 | \$35,000 | 0180-0205 | \$30,000 |
| Location / Restoration | | 0180-0106 | \$200,000 | 0180-0206 | \$45,000 |
| Daywork / Turnkey / Footage Drilling 18 days drlg / 3 days comp @ \$28000/d | | 0180-0110 | \$538,300 | 0180-0210 | \$89,700 |
| Fuel 1700 gal/day @ \$3.9/gal | | 0180-0114 | \$127,500 | 0180-0214 | \$175,000 |
| Alternate Fuels | | 0180-0115 | | 0180-0215 | \$40,000 |
| Mud, Chemical & Additives | | 0180-0120 | \$45,000 | 0180-0220 | |
| Mud - Specialized | | 0180-0121 | \$240,000 | 0180-0221 | |
| Horizontal Drillout Services | | | | 0180-0222 | \$150,000 |
| Stimulation Toe Preparation | | | | 0180-0223 | \$25,000 |
| Cementing | | 0180-0125 | \$150,000 | 0180-0225 | \$50,000 |
| Logging & Wireline Services | | 0180-0130 | \$35,000 | 0180-0230 | \$225,000 |
| Casing / Tubing / Snubbing Services | | 0180-0134 | \$45,000 | 0180-0234 | \$16,000 |
| Mud Logging | | 0180-0137 | \$15,000 | | |
| Stimulation 37 stg 14.9 MM gal/14.9 MM lb | | | | 0180-0241 | \$1,731,000 |
| Stimulation Rentals & Other | | | | 0180-0242 | \$196,000 |
| Water & Other 100% PW f/ PWMS/BWMS @ \$0.25/bbl | | 0180-0145 | \$35,000 | 0180-0245 | \$95,000 |
| Bits | | 0180-0148 | \$74,800 | 0180-0248 | |
| Inspection & Repair Services | | 0180-0150 | \$40,000 | 0180-0250 | \$5,000 |
| Misc. Air & Pumping Services | | 0180-0154 | | 0180-0254 | \$10,000 |
| Testing & Flowback Services | | 0180-0158 | \$12,000 | 0180-0258 | \$20,000 |
| Completion / Workover Rig | | | | 0180-0260 | \$10,500 |
| Rig Mobilization | | 0180-0164 | \$150,000 | | |
| Transportation | | 0180-0165 | \$30,000 | 0180-0265 | \$35,000 |
| Welding, Construction & Maint. Services | | 0180-0168 | \$5,000 | 0180-0268 | \$16,500 |
| Contract Services & Supervision | | 0180-0170 | \$131,100 | 0180-0270 | \$51,500 |
| Directional Services | | 0180-0175 | \$285,000 | | |
| Equipment Rental | | 0180-0180 | \$141,600 | 0180-0280 | \$100,000 |
| Well / Lease Legal | | 0180-0184 | \$5,000 | 0180-0284 | |
| Well / Lease Insurance | | 0180-0185 | \$4,500 | 0180-0285 | |
| Intangible Supplies | | 0180-0188 | \$8,000 | 0180-0288 | \$1,000 |
| Damages | | 0180-0190 | \$10,000 | 0180-0290 | \$1,000 |
| Pipeline Interconnect, ROW Easements | | 0180-0192 | | 0180-0292 | \$10,000 |
| Company Supervision | | 0180-0195 | \$82,800 | 0180-0295 | \$28,800 |
| Overhead Fixed Rate | | 0180-0196 | \$10,000 | 0180-0296 | \$20,000 |
| Contingencies 5% (TCP) 5% (CC) | | 0180-0199 | \$123,800 | 0180-0299 | \$158,800 |
| TOTAL | | | \$2,599,400 | | \$3,335,800 |

| TANGIBLE COSTS 0181 | | | | | |
|---|--|-----------|-----------|-----------|-------------|
| Casing (19.1" - 30") | | 0181-0793 | | | |
| Casing (10.1" - 19.0") 370' - 13 3/8" 54.5# J-55 ST&C @ \$47.92/ft | | 0181-0794 | \$18,900 | | |
| Casing (8.1" - 10.0") 1180' - 9 5/8" 36# J-55 LT&C @ \$28.85/ft | | 0181-0795 | \$36,400 | | |
| Casing (6.1" - 8.0") 6320' - 7" 29# HPP110 BT&C @ \$38.93/ft | | 0181-0796 | \$262,800 | | |
| Casing (4.1" - 6.0") 8850' - 4 1/2" 13.5# HCP-110 CDC-HTQ @ \$21.65/ft | | | | 0181-0797 | \$204,600 |
| Tubing 6130' - 2 7/8" 6.5# L-80 IPC Tbg @ \$14/ft | | | | 0181-0798 | \$91,700 |
| Drilling Head | | 0181-0860 | \$50,000 | | |
| Tubing Head & Upper Section | | | | 0181-0870 | \$30,000 |
| Horizontal Completion Tools | | | | 0181-0871 | |
| Subsurface Equip. & Artificial Lift | | | | 0181-0880 | \$25,000 |
| Service Pumps (1/10) TP/CP/CIRC PUMP | | | | 0181-0886 | \$3,000 |
| Storage Tanks (1/10) (8)OT/(5)WT/(1)GB | | | | 0181-0890 | \$41,000 |
| Emissions Control Equipment (1/10) (4)VRT/(2)VRU/(1)FLARE/(3)KO/(1)AIR | | | | 0181-0892 | \$57,000 |
| Separation / Treating Equipment (1/10) (2)BULK H SEP/(3)TEST H SEP/(3)VHT/HHT | | | | 0181-0895 | \$44,000 |
| Automation Metering Equipment | | | | 0181-0898 | \$58,000 |
| Oil/Gas Pipeline-Pipe/Valves&Misc | | | | 0181-0900 | \$47,000 |
| Water Pipeline-Pipe/Valves & Misc | | | | 0181-0901 | |
| On-site Valves/Fittings/Lines&Misc | | | | 0181-0906 | \$99,000 |
| Wellhead Flowlines - Construction | | | | 0181-0907 | \$216,000 |
| Cathodic Protection | | | | 0181-0908 | |
| Electrical Installation | | | | 0181-0909 | \$63,000 |
| Equipment Installation | | | | 0181-0910 | \$50,000 |
| Oil/Gas Pipeline - Construction | | | | 0181-0920 | \$28,000 |
| Water Pipeline - Construction | | | | 0181-0921 | |
| TOTAL | | | \$368,100 | | \$1,057,300 |

| | | | |
|-----------------|--|-------------|-------------|
| SUBTOTAL | | \$2,967,500 | \$4,393,100 |
| TOTAL WELL COST | | \$7,360,600 | |

Insurance procured for the Joint Account by Operator

☐ **Opt-in.** I elect to be covered by Operator's Extra Expense, Commercial General Liability, Pollution Legal Liability, and Excess/Umbrella Insurance Policies, and will pay my proportionate share of the premiums associated with these insurance coverages through joint account billings.

☐ **Opt-out.** I elect to purchase my own policies for well control and other insurance requirements, or to self-insure (if applicable). By opting-out, I recognize I will be responsible for my own coverage and will not be afforded protection under operator's policies.

If neither box is checked above, non-operating working interest owner elects to be covered by Operator's insurance.

Joint owner agrees that item 0180-0245 will be provided by operator, if available, at the specified rate. Operator reserves the right to adjust the rate due to a change in market conditions.

| | |
|---|----------------|
| Prepared by: Robin Terrell | Date: 3/6/2024 |
| Company Approval: <i>m. whitte</i> | Date: 3/6/2024 |
| Joint Owner Interest: 0.23350700% Amount: \$17,187.52 | |
| Joint Owner Name: ANDREWS OIL, LP | Signature: |

EXHIBIT A-3

MEWBOURNE OIL COMPANY
AUTHORIZATION FOR EXPENDITURE

| | | | |
|--|------|-----------------|--|
| Well Name: SAMSONITE 4/3 FED COM #523H (B2EF) | | Prospect: ASPEN | |
| Location: SL: 1330 FNL & 275 FEL (5); BHL: 1980 FNL & 2543 FWL (3) | | County: Eddy | ST: NM |
| Sec. 5 | Blk: | Survey: | TWP: 18S RNG: 29E Prop. TVD: 7214 TMD: 15074 |

| INTANGIBLE COSTS 0180 | | CODE | TCP | CODE | CC | |
|---|--|-------------------------------|-------------|-----------|-------------|-----------|
| Regulatory Permits & Surveys | | 0180-0100 | \$20,000 | 0180-0200 | | |
| Location / Road / Site / Preparation | | 0180-0105 | \$35,000 | 0180-0205 | \$30,000 | |
| Location / Restoration | | 0180-0106 | \$200,000 | 0180-0206 | \$45,000 | |
| Daywork / Turnkey / Footage Drilling | 18 days drlg / 3 days comp @ \$28000/d | 0180-0110 | \$538,300 | 0180-0210 | \$89,700 | |
| Fuel | 1700 gal/day @ \$3.9/gal | 0180-0114 | \$127,500 | 0180-0214 | \$175,000 | |
| Alternate Fuels | | 0180-0115 | | 0180-0215 | \$40,000 | |
| Mud, Chemical & Additives | | 0180-0120 | \$45,000 | 0180-0220 | | |
| Mud - Specialized | | 0180-0121 | \$240,000 | 0180-0221 | | |
| Horizontal Drillout Services | | | | 0180-0222 | \$150,000 | |
| Stimulation Toe Preparation | | | | 0180-0223 | \$25,000 | |
| Cementing | | 0180-0125 | \$150,000 | 0180-0225 | \$50,000 | |
| Logging & Wireline Services | | 0180-0130 | \$35,000 | 0180-0230 | \$225,000 | |
| Casing / Tubing / Snubbing Services | | 0180-0134 | \$45,000 | 0180-0234 | \$16,000 | |
| Mud Logging | | 0180-0137 | \$15,000 | | | |
| Stimulation | | 37 stg 14.9 MM gal/14.9 MM lb | | 0180-0241 | \$1,731,000 | |
| Stimulation Rentals & Other | | | | 0180-0242 | \$196,000 | |
| Water & Other | 100% PW f/ PWMS/BWMS @ \$0.25/bbl | 0180-0145 | \$35,000 | 0180-0245 | \$95,000 | |
| Bits | | 0180-0148 | \$74,800 | 0180-0248 | | |
| Inspection & Repair Services | | 0180-0150 | \$40,000 | 0180-0250 | \$5,000 | |
| Misc. Air & Pumping Services | | 0180-0154 | | 0180-0254 | \$10,000 | |
| Testing & Flowback Services | | 0180-0158 | \$12,000 | 0180-0258 | \$20,000 | |
| Completion / Workover Rig | | | | 0180-0260 | \$10,500 | |
| Rig Mobilization | | 0180-0164 | \$150,000 | | | |
| Transportation | | 0180-0165 | \$30,000 | 0180-0265 | \$35,000 | |
| Welding, Construction & Maint. Services | | 0180-0168 | \$5,000 | 0180-0268 | \$16,500 | |
| Contract Services & Supervision | | 0180-0170 | \$131,100 | 0180-0270 | \$51,500 | |
| Directional Services | | 0180-0175 | \$285,000 | | | |
| Equipment Rental | | 0180-0180 | \$141,600 | 0180-0280 | \$100,000 | |
| Well / Lease Legal | | 0180-0184 | \$5,000 | 0180-0284 | | |
| Well / Lease Insurance | | 0180-0185 | \$4,500 | 0180-0285 | | |
| Intangible Supplies | | 0180-0188 | \$8,000 | 0180-0288 | \$1,000 | |
| Damages | | 0180-0190 | \$10,000 | 0180-0290 | \$1,000 | |
| Pipeline Interconnect, ROW Easements | | 0180-0192 | | 0180-0292 | \$10,000 | |
| Company Supervision | | 0180-0195 | \$82,800 | 0180-0295 | \$28,800 | |
| Overhead Fixed Rate | | 0180-0196 | \$10,000 | 0180-0296 | \$20,000 | |
| Contingencies | | 5% (TCP) 5% (CC) | 0180-0199 | \$123,800 | 0180-0299 | \$158,800 |
| TOTAL | | | \$2,599,400 | | \$3,335,800 | |

| TANGIBLE COSTS 0181 | | | | | |
|-------------------------------------|---|-----------|-------------|-----------|-------------|
| Casing (19.1" - 30") | | 0181-0793 | | | |
| Casing (10.1" - 19.0") | 370' - 13 3/8" 54.5# J-55 ST&C @ \$47.92/ft | 0181-0794 | \$18,900 | | |
| Casing (8.1" - 10.0") | 1180' - 9 5/8" 36# J-55 LT&C @ \$28.85/ft | 0181-0795 | \$36,400 | | |
| Casing (6.1" - 8.0") | 6440' - 7" 29# HPP110 BT&C @ \$38.93/ft | 0181-0796 | \$267,800 | | |
| Casing (4.1" - 6.0") | 8850' - 4 1/2" 13.5# HCP-110 CDC-HTQ @ \$21.65/ft | | | 0181-0797 | \$204,600 |
| Tubing | 6250' - 2 7/8" 6.5# L-80 IPC Tbg @ \$14/ft | | | 0181-0798 | \$93,500 |
| Drilling Head | | 0181-0860 | \$50,000 | | |
| Tubing Head & Upper Section | | | | 0181-0870 | \$30,000 |
| Horizontal Completion Tools | | | | 0181-0871 | |
| Subsurface Equip. & Artificial Lift | | | | 0181-0880 | \$25,000 |
| Service Pumps | (1/10) TP/CP/CIRC PUMP | | | 0181-0886 | \$3,000 |
| Storage Tanks | (1/10) (8)OT/(5)WT/(1)GB | | | 0181-0890 | \$41,000 |
| Emissions Control Equipment | (1/10) (4)VRT/(2)VRU/(1)FLARE/(3)KO/(1)AIR | | | 0181-0892 | \$57,000 |
| Separation / Treating Equipment | (1/10) (2)BULK H SEP/(3)TEST H SEP/V SEP/(3)VHT/HHT | | | 0181-0895 | \$44,000 |
| Automation Metering Equipment | | | | 0181-0898 | \$58,000 |
| Oil/Gas Pipeline-Pipe/Valves&Misc | | | | 0181-0900 | \$47,000 |
| Water Pipeline-Pipe/Valves & Misc | | | | 0181-0901 | |
| On-site Valves/Fittings/Lines&Misc | | | | 0181-0906 | \$99,000 |
| Wellhead Flowlines - Construction | | | | 0181-0907 | \$216,000 |
| Cathodic Protection | | | | 0181-0908 | |
| Electrical Installation | | | | 0181-0909 | \$63,000 |
| Equipment Installation | | | | 0181-0910 | \$50,000 |
| Oil/Gas Pipeline - Construction | | | | 0181-0920 | \$28,000 |
| Water Pipeline - Construction | | | | 0181-0921 | |
| TOTAL | | | \$373,100 | | \$1,059,100 |
| SUBTOTAL | | | \$2,972,500 | | \$4,394,900 |
| TOTAL WELL COST | | | \$7,367,400 | | |

Insurance procured for the Joint Account by Operator

☐ **Opt-in.** I elect to be covered by Operator's Extra Expense, Commercial General Liability, Pollution Legal Liability, and Excess/Umbrella Insurance Policies, and will pay my proportionate share of the premiums associated with these insurance coverages through joint account billings.

☐ **Opt-out.** I elect to purchase my own policies for well control and other insurance requirements, or to self-insure (if applicable). By opting-out, I recognize I will be responsible for my own coverage and will not be afforded protection under operator's policies.

If neither box is checked above, non-operating working interest owner elects to be covered by Operator's insurance.

Joint owner agrees that item 0180-0245 will be provided by operator, if available, at the specified rate. Operator reserves the right to adjust the rate due to a change in market conditions.

| | |
|---|------------------|
| Prepared by: Robin Terrell | Date: 3/6/2024 |
| Company Approval: <i>M. Whittier</i> | Date: 3/6/2024 |
| Joint Owner Interest: 0.23350700% Amount: \$17,203.39 | |
| Joint Owner Name: ANDREWS OIL, LP | Signature: _____ |

EXHIBIT A-4

Summary of Communications

Samsonite 4/3 Fed Com #521H (B2DC)

Samsonite 4/3 Fed Com #523H (B2EF)

| | | |
|--------------------------------|--------------------|--|
| Company Name: Andrews Oil L.P. | | |
| Date: | Communicated with: | Comments/Actions: |
| 3/19/2024 | Land Manager | Mailed well proposals via certified mail |
| 4/3/2024 | | Certified Mail receipt showed successful delivery at 8:09 PM |

| | | |
|--|--------------------|---|
| Company Name: Marathon Oil Permian LLC | | |
| Date: | Communicated with: | Comments/Actions: |
| 3/19/2024 | Shawn Willis | Mailed well proposals via certified mail and email |
| 3/19/2024 | Shawn Willis | E-Mail receipt showed successful delivery and read receipt at 7:27 PM |
| 4/3/2024 | Shawn Willis | Certified Mail receipt showed successful delivery at 2:09 PM |

| | | |
|---|--------------------|---|
| Company Name: Sam Lett Testamentary Trust | | |
| Date: | Communicated with: | Comments/Actions: |
| 3/19/2024 | Land Manager | Mailed well proposals via certified mail |
| 4/12/2024 | | Certified Mail receipt showed successful delivery at 2:10 PM and Signature receipt showed successful delivery at 10:55 AM |

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

**APPLICATIONS OF MEWBOURNE OIL COMPANY
FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NOS. 24384 & 24385

SELF AFFIRMMENT STATEMENT OF CHARLES CROSBY, GEOLOGIST

1. My name is Charles Crosby and I am employed by Mewbourne Oil Company (“Mewbourne”) as a petroleum geologist. My responsibilities include the Permian Basin of New Mexico. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum geology.

2. I am familiar with the applications filed by Mewbourne in these consolidated cases and I have conducted a geologic study of the lands in the subject area.

3. The target interval for the proposed initial Samsonite wells is the 2nd Bone Spring Sand interval of the Bone Spring formation.

4. **Exhibit B-1** is a general location map showing the proposed spacing units outlined in red, with the approximate location and orientation of the initial wells dashed green arrows. This map also shows the existing Bone Spring wells in the subject area.

5. **Exhibit B-2** is a subsea structure map that I prepared for the top of the Bone Spring formation. The contour intervals are 100 feet. The area comprising the proposed spacing units is outlined dashed black boxes. The structure map shows the base of the 2nd Bone Spring Sand formation dipping south-southeast. The structure appears consistent across the proposed spacing units, and I do not observe any faulting, pinch outs, or other geologic impediments to drilling horizontal wells.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. B
Submitted by: Mewbourne Oil Company
Hearing Date: May 2, 2024
Case No. 24384

6. Exhibit B-2 also shows a line of cross section through the proposed horizontal spacing units from A to A'. I chose the logs from these wells to create the cross section because they penetrate the targeted interval, are of good quality and have been subjected to petrophysical analysis of the targeted interval. In my opinion, these well logs are representative of the geology in the subject area.

7. **Exhibit B-3** is a stratigraphic cross-section that I prepared using the logs from the representative wells shown on Exhibit B-1. Each well on the cross-section contains gamma ray, resistivity, and porosity logs. The target interval for the proposed wells is marked on the cross section with green arrows. The cross-section demonstrates that the targeted interval is continuous across the proposed spacing unit.

8. My geologic study indicates the Bone Spring formation underlying the subject area is suitable for development by horizontal wells and the acreage comprising the proposed horizontal spacing unit will be productive and contribute proportionately to the production from the wells.


9. Exhibit B-2 also shows the existing Bone Spring development in this area. In my opinion, the laydown orientation of the proposed wells is appropriate because of the geologic stress in this area.

10. In my opinion, approval of these applications are in the best interests of conservation, the prevention of waste, and protection of correlative rights.

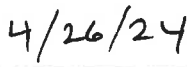
11. Exhibits B-1 through B-3 were either prepared by me or compiled under my direction and supervision.

12. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed

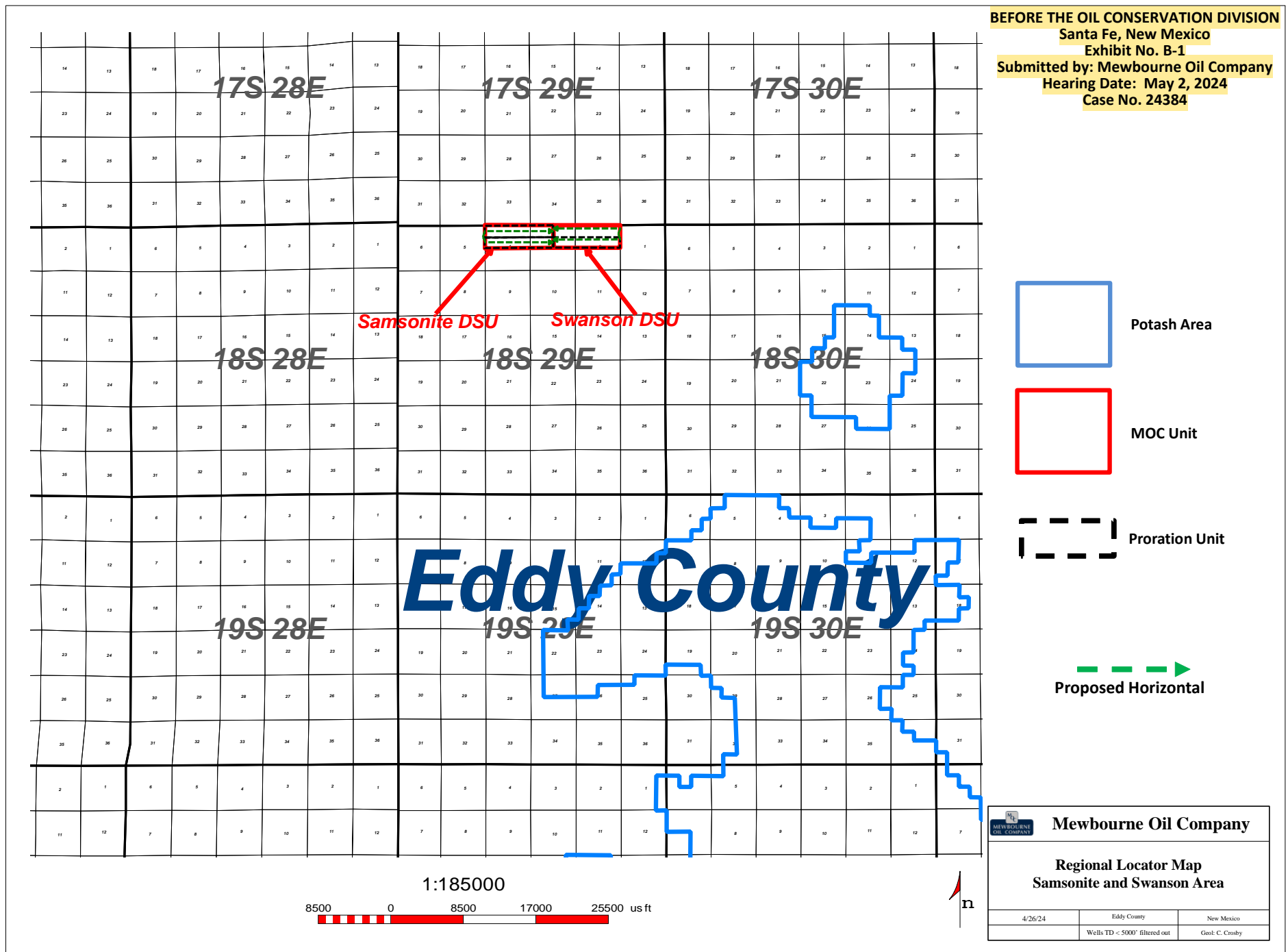
statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

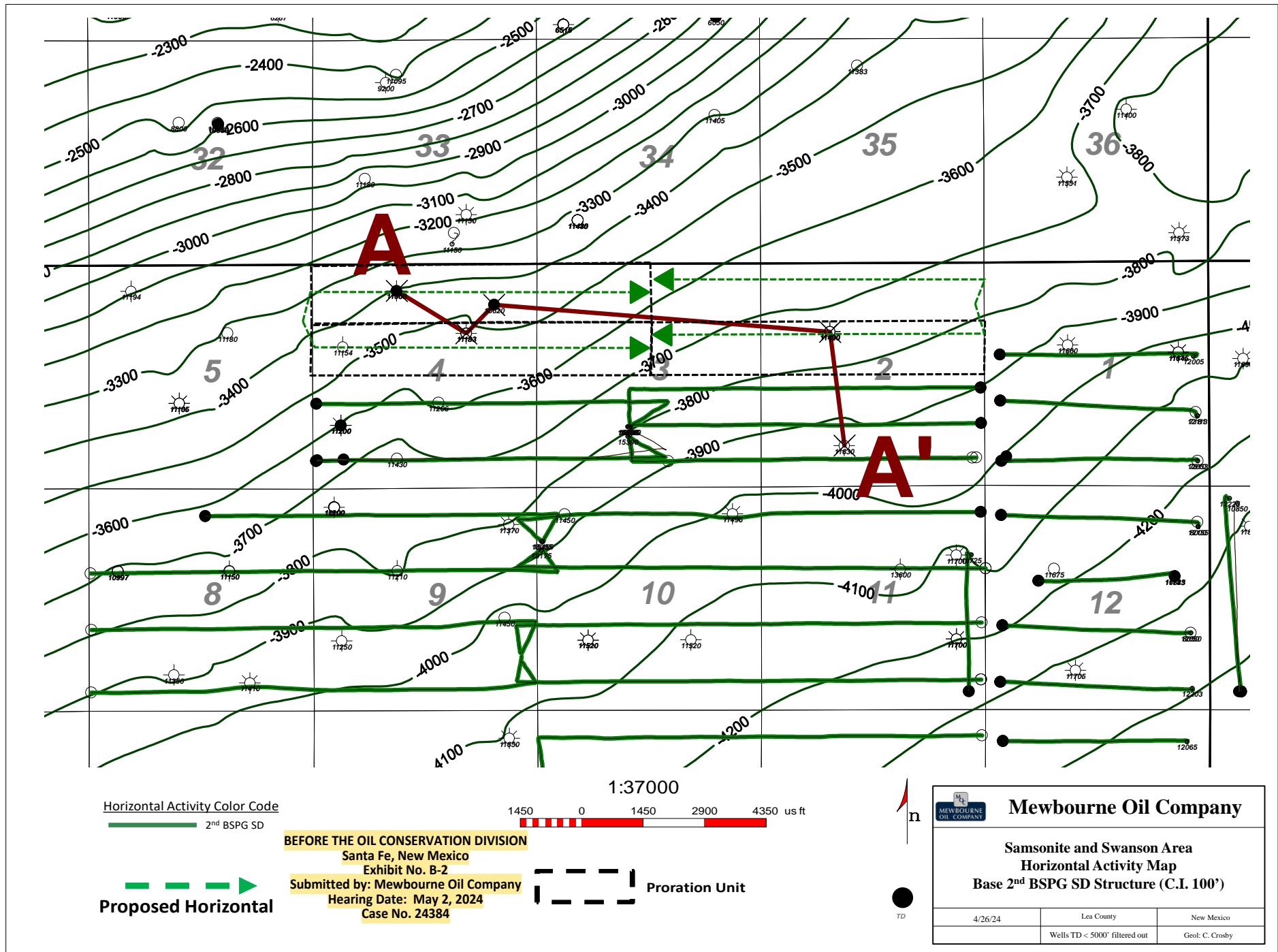


Charles Crosby



Date





A
W

A'
E

30015223360000
AMOCO PROD CO
EMPIRE 5 DEEP U 17
Datum=3552.00
660 FNL 1980 FVL
TWP: 18 S - Range: 29 E - Sec: 4

30015307230000
DOMINION OKLAHOMA TEXAS EXPL & PROD
LOCO HILLS 4 FEDERAL COM 1
Datum=3547.00
NE SW NE
TWP: 18 S - Range: 29 E - Sec: 4

30015307240000
LOUIS DREYFUS NATURL
LOCO HILLS 4 FEDE 4
Datum=3547.00
990 FNL 990 FEL
TWP: 18 S - Range: 29 E - Sec: 4

30015302330000
ENRON OIL & GAS CO
STW 2 STATE COM 1
Datum=3552.00
1650 FNL 1650 FVL
TWP: 18 S - Range: 29 E - Sec: 2

30015351900000
MEWBOURNE OIL CO
PAV 2 STATE COM 1
Datum=3552.00
940 FSL 1980 FVL
TWP: 18 S - Range: 29 E - Sec: 2

4C

4G

4A

2F

2N

Top 2nd BSPG SD

500

500

Samsonite 2nd
BSPG SD Target

0

0

Top 3rd BSPG
Carbonate

Swanson 2nd
BSPG SD Target

Samsonite-Swanson 2nd BSPG SD
Cross Section Exhibit (A-A')

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

**APPLICATION OF MEWBOURNE
OIL COMPANY FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NO. 24384

**SELF-AFFIRMED STATEMENT OF
MICHAEL H. FELDEWERT**

1. I am attorney in fact and authorized representative of Mewbourne Oil Company (“MOC”), the Applicant herein. I have personal knowledge of the matters addressed herein and am competent to provide this self-affirmed statement.
2. The above-referenced application and notice of the hearing on this application was sent by certified mail to the affected parties on the date set forth in the letter attached hereto.
3. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.
4. The spreadsheet attached hereto contains the information provided by the United States Postal Service on the status of the delivery of this notice as of April 26, 2024.
5. I caused a notice to be published to all parties subject to these compulsory pooling proceedings on April 17, 2024. An affidavit of publication from the publication’s legal clerk with a copy of the notice publication is attached as Exhibit D.
6. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

**BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C
Submitted by: Mewbourne Oil Company
Hearing Date: May 2, 2024
Case No. 24384**

A handwritten signature in blue ink, appearing to read "Michael H. Feldewert", written over a horizontal line.

Michael H. Feldewert

April 26, 2024

Date



Michael H. Feldewert
Partner
Phone (505) 988-4421
mfeldewert@hollandhart.com

April 12, 2024

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

**Re: Application of Mewbourne Company for Compulsory Pooling, Eddy County,
New Mexico: Samsonite 4/3 Fed Com 521H well**

Ladies & Gentlemen:

This letter is to advise you that Mewbourne Oil Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on May 2, 2024, and the status of the hearing can be monitored through the Division's website at <https://www.emnrd.nm.gov/ocd/>.

It is anticipated that hearings will be held in a hybrid format with both in-person and virtual participation options. The meeting will be held in the Pecos Hall Hearing Room at the Wendall Chino Building, 1st Floor, 1220 South St. Francis Dr., Santa Fe, New Mexico. To participate virtually in the hearing, see the instructions posted on the OCD Hearings website: <https://www.emnrd.nm.gov/ocd/hearing-info/>.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Adriana Salgado at (432) 682-3715, or at asalgado@mewbourne.com.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Michael H. Feldewert'.

Michael H. Feldewert
ATTORNEY FOR MEWBOURNE OIL COMPANY

Location
110 North Guadalupe, Suite 1
Santa Fe, NM 87501-1849

Mailing Address
P.O. Box 2208
Santa Fe, NM 87504-2208

Contact
p: 505.988.4421 | f: 505.983.6043
www.hollandhart.com

Holland & Hart LLP Anchorage Aspen Billings Boise Boulder Cheyenne Denver Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C.

MOC - Samsonite 521H and 523H wells - Case nos. 24384-24385

Postal Delivery Report

| | | | | | | |
|------------------------|--|--------------------------------|---------|----|------------|---|
| 9414811898765406490015 | Marathon Oil Permian LLC Attn Shawn Willis | 990 Town And Country Blvd | Houston | TX | 77024-2217 | Your item was delivered to the front desk, reception area, or mail room at 11:28 am on April 15, 2024 in HOUSTON, TX 77024. |
| 9414811898765406490053 | The Successor Ttee Under The Will Of Sam Lett, Aka Samuel G. Lett, Deceased Attn Thomas W. Lett, Trustee | 3500 Oak Lawn Ave Ste 720 | Dallas | TX | 75219-4370 | Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility. |
| 9414811898765406490022 | Andrews Oil L.P. | 1015 Beecave Woods Dr Ste 300A | Austin | TX | 78746-6752 | Your item arrived at the SANTA FE, NM 87505 post office at 8:47 am on April 26, 2024 and is ready for pickup. |



PO Box 631667 Cincinnati, OH 45263-1667

AFFIDAVIT OF PUBLICATION

Joe Stark
Holland And Hart
110 N Guadalupe ST # 1
Santa Fe NM 87501-1849

STATE OF WISCONSIN, COUNTY OF BROWN

The Carlsbad Current Argus, a newspaper published in the city of Carlsbad, Eddy County, State of New Mexico, and personal knowledge of the facts herein state and that the notice hereto annexed was Published in said newspapers in the issue:

04/17/2024

and that the fees charged are legal.

Sworn to and subscribed before on 04/17/2024

Legal Clerk

Notary, State of WI, County of Brown

My commission expires

Publication Cost: \$208.40

Order No: 10076206

Customer No: 1360634

PO #:

of Copies:

1

THIS IS NOT AN INVOICE!*Please do not use this form for payment remittance.*

KATHLEEN ALLEN
Notary Public
State of Wisconsin

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

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following cases. The hearings will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform (sign-in information below) on Thursday, May 2, 2024, beginning at 8:15 a.m. To participate in the hearings, see the instructions posted below. The docket may be viewed at <https://www.emnrd.nm.gov/ocd/hearing-info/> or obtained from Sheila Apodaca, at Sheila.Apodaca@emnrd.nm.gov. Documents filed in these cases may be viewed at <https://ocdimage.emnrd.nm.gov/Imaging/Default.aspx>. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Sheila Apodaca at Sheila.Apodaca@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than April 23, 2024.

Persons may view and participate in the hearings through the following link:
<https://nmemnrd.webex.com/nmemnrd/j.php?MTID=mb94d4cbb59a6cc4afa169af37804897c>
Webinar number: 2489 789 5950
Join by video system:
Dial 24897895950@nmemnrd.webex.com
You can also dial 173.243.2.68 and enter your webinar number.

Join by phone: 1-844-992-4726 United States Toll Free
+1-408-418-9388 United States Toll
Access code: 2489 789 5950
Panelist password: JxfK9urh47 (59359877 from phones and video systems)

STATE OF NEW MEXICO TO:

All named parties and persons
having any right, title, interest
or claim in the following case
and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)
To: All affected interest owners, including: Marathon Oil Permian LLC; The Successor Trustee under the will of Sam Lett, aka Samuel G. Lett, deceased Attn: Thomas W. Lett, Trustee, and Andrews Oil L.P.

Case No. 24384: Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted mineral owners in the Bone Spring formation underlying a standard 240-acre horizontal well spacing unit comprised of the N2NW4 of Section 3 and the N2N2 of Section 4, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. Said unit will be initially dedicated to the proposed Samsonite 4/3 Fed Com 521H well, to be horizontally drilled from a surface location in the E2NE4 of Section 5, with a first take point in the NW4W4 (Unit D) of Section 4 and a last take point in the NE4NW4 (Unit C) of Section 3. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Applicant as operator of the well, and a 200% charge for risk involved in drilling said well. The subject area is located approximately 19 miles east of Artesia, New Mexico.
April 17, 2024 # 10076206

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. D

Submitted by: Mewbourne Oil Company

Hearing Date: May 2, 2024

Case No. 24384