CASE NOS. 25574 and 25575

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPILSORY POOLING, LEA COUNTY, NEW MEXICO

EXHIBIT LIST

- A. Pooling Checklist
- B. Landman's Affidavit
 - B-1: Land Plats and C-102s
 - B-2: Ownership List
 - B-3: Summary of Communications and Proposal Letter
 - B-4: AFEs
- C. Geologist's Affidavit
 - C-1: General Locator Map
 - C-2: Structure Map
 - C-3: Cross Section
- D. Affidavit of Certified Mailing
 - D-1: Notice Letter and Receipts
- E. Affidavit of Publication
- F Application and Proposed Notice

Page 2 of 32

COMPULSORY POOLING APPLICATION CHECKLIST

Case:	25574					
Date:	9/11/2025					
Applicant	Mewbourne Oil Company					
Designated Operator & OGRID	Wewseame on company					
(affiliation if applicable)	Mewbourne Oil Company/OGRID No. 14744					
Applicant's Counsel:	James Bruce					
Case Title:	Application of Mewbourne Oil Company for Compulsory Pooling, Lea					
suse mile.	County, New Mexico					
Entries of Appearance/Intervenors:						
Well Family	Cousin Eddy Bone Spring wells					
Formation/Pool						
Formation Name(s) or Vertical Extent:	Bone Spring Formation					
Primary Product (Oil or Gas):	Oil					
Pooling this vertical extent:	Entire Bone Spring formation					
Pool Name and Pool Code:	Bilbrey Basin; Bone Spring/Pool Code 5695					
Well Location Setback Rules:	Statewide rules and current horizontal well rules					
Spacing Unit Size:	Quarter-quarter sections/40 acres					
Spacing Unit						
Type (Horizontal/Vertical)	Horizontal					
Size (Acres)	4400 acres					
Building Blocks:	40 acres					
Orientation:	East-West					
Description: TRS/County	W/2E/2 §17, W/2E/2 Section 8, and Lot 15 and the W/2SE/4 §5-21S-32E, NMPM, Lea County					
tandard 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,	EXHIBIT /					
lescription						
applicant's Ownership in Each Tract	Exhibit B-1					
Vell(s)						
Jame & API (if assigned), surface and	Cousin Eddy Fed. Unit Well No. 9H					
ottom hole location, footages,	API 25-015-Pending					
ompletion target, orientation,	SHL: 900 FSL & 1964 FFL §17					
ompletion status (standard or non-	BHL: 3861 FSL & 1760 FEL §5					
tandard)	FTP: 100 FSL & 1760 FEL §17					
	LTP: 3861 FSL & 1760 FEL §5					
	Second Bone Spring/TVD 10447 feet/MD 25200 feet					

Received by OCD: 9/4/2025 6:55:13 PM	Cousin Eddy Fed. Unit Well No. 11H API 25-015-Pending SHL: 900 FSL & 2000 FFL §17 BHL: 3862 FSL & 1990 FEL §5 FTP: 100 FSL & 1990 FEL §17 LTP: 3862 FSL & 1990 FEL §5 Third Bone Spring/TVD 11016 feet/MD 25700	Page 3 of 3.
Horizontal Well First and Last Take Points	See above	
Completion Target (Formation, TVD and MD)	See above	
AFE Capex and Operating Costs		
Drilling Supervision/Month \$	\$10000	
Production Supervision/Month \$	\$1000	
Justification for Supervision Costs	Exhibit B, page 2	
Requested Risk Charge	Cost + 200%/Exhibit B, page 2	
Notice of Hearing		
Proposed Notice of Hearing	Exhibit F	
Proof of Mailed Notice of Hearing (20		
days before hearing)	Exhibit D	
Proof of Published Notice of Hearing (10		
days before hearing)	Exhibit E	,
Ownership Determination		
Land Ownership Schematic of the		
Spacing Unit	Exhibits B-1 and B-2	
Tract List (including lease numbers and		
owners)	Exhibit B-1	
Pooled Parties (including ownership		
type)	Exhibit B-2	
Unlocatable Parties to be Pooled	Not applicable	
Ownership Depth Severance (including		
percentage above & below)	None	
Joinder		
Sample Copy of Proposal Letter	Exhibit B-3	
List of Interest Owners (i.e. Exhibit A of		
JOA)	Exhibit B-3	
Chronology of Contact with Non-Joined		
Working Interests	Exhibit B-3	
Overhead Rates In Proposal Letter	EXHIBIT D-3	
Cost Estimate to Drill and Complete	Exhibit B-4	
Cost Estimate to Equip Well	Exhibit B-4	
Cost Estimate for Production Facilities	Exhibit B-4	
Geology		
Summary (including special	•	
considerations)	Exhibit C	
Spacing Unit Schematic	Exhibits B-1 and C-3	
Gunbarrel/Lateral Trajectory Schematic	Exhibit C-2	4
Well Orientation (with rationale)	Standup	

Rangine doy: October 9/4/2025 6:55:13 PM	Bone Spring	Page 4 of 32
HSU Cross Section	Exhibit C-3	
Depth Severance Discussion	Not Applicable	
Forms, Figures and Tables		
C-102	Exhibit B-1	
Tracts	Exhibit B-1	
Summary of Interests, Unit	× .	
Recapitulation (Tracts)	Exhibit B-2	
General Location Map (including basin)	Exhibit C-1	
Well Bore Location Map	Exhibits B-1 and C-2	
Structure Contour Map - Subsea Depth	Exhibit C-2-	
Cross Section Location Map (including		
wells)	Exhibit C-3	
Cross Section (including Landing Zone)	Exhibit C-3	
Additional Information		
CERTIFICATION: I hereby certify that the		
information provided in this checklist is		
complete and accurate.		
Printed Name (Attorney or Party		
Representative):	James, Bruce	
Signed Name (Attorney or Party Representative):	Carnes Bille	
Date:	9/4/2025	

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

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

Case No. 25574

VERIFIED STATEMENT OF ADRIANA JIMENEZ-SALGADO

Adriana Jimenez-Salgado being duly sworn upon her oath, deposes and states:

- 1. I am a landman for Mewbourne Oil Company ("Mewbourne"), and have personal knowledge of the matters stated herein. I have been qualified by the Division as an expert petroleum landman.
- 2. The purpose of this application is to force pool working interest owners into the Bone Spring spacing unit described below, and in wells to be drilled in the unit.
- 3. The party being pooled has been contacted regarding the proposed wells, but has failed or refused to voluntarily commit its interest to the wells.
- 4. In this case Mewbourne requests an order from the Oil Conservation Division pooling pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the W/2E/2 of Section 17, the W/2E/2 of Section 8, and Lot 15 and the W/2SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant proposes to drill the following wells in the Unit to depths sufficient to test the Bone Spring formation:
 - (a) The Cousin Eddy Fed. Unit Com. Well No. 9H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5; and
 - (b) The Cousin Eddy Fed. Unit Com. Well No. 11H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section

Mewbourne dropped its pam to drill the Cousin Eddy Fed. Unit Com. Well No. 13H at this time.

- 5. There are no depth severances in the Bone Spring formation.
- 6. A land plat and Forms C-102 for the wells are attached as Exhibit B-1.

EXHIBIT 3

- 7. The parties being pooled and its interest is set forth in Exhibit B-2. Their current and correct address is set forth in the Exhibit. The address is well known to Mewbourne.
- 8. Exhibit B-3 contains a summary of contacts with the pooled interest owner, together with a copy of the proposal letter.
- 9. Mewbourne has made a good faith effort to locate and obtain the voluntary joinder of the working interest and mineral owners in the proposed wells.
- 10. Exhibit B-3 contains the Authorizations for Expenditure for each proposed welle. The estimated cost of the wells set forth therein are fair and reasonable, and are comparable to the costs of other wells of similar depth and length drilled in this area of Lea County.
- 11. Mewbourne requests overhead and administrative rates of \$10000/month for a drilling well and \$1000/month for a producing well. These rates are fair, and comparable to the rates charged by other operators for wells of this type in this portion of Lea County. They are also the rates set forth in the Joint Operating Agreement for the well unit. Mewbourne requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.
- 12. Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
 - 13. Mewbourne requests that it be designated as operator of the subject wells.
- 14. The attachments to this affidavit were prepared by me or under my supervision, or compiled from company business records.
- 15. The granting of this application is in the interests of conservation and the prevention of waste.

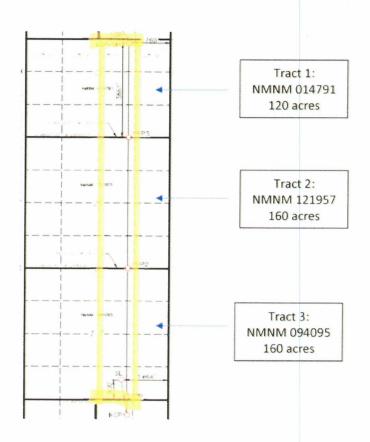
I understand that this Self-Affirmed Statement will be used as written testimony in these cases. I affirm that my testimony in paragraphs 1 through 15 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

September 4, 2025	/s/ Adriana Jimenez Salgado
Date	Adriana Jimenez-Salgado



Section Plat

Cousin Eddy Federal Unit Com #9H
Lot 15 & W2SE4 of Section 5, W2E2 of Section 8 & W2E2 of Section 17
T21S-R32E, Lea County, NM



Tract 1: Lot 15 & W2SE4 of Section 5 - Federal Lse. NMNM 014791

XTO Holdings, Inc. – 85.958333% COG Operating Inc. – 14.041667%

<u>Tract 2: W2E2 of Section 8 – Federal Lse. NMNM 121957 – CONTRACTUAL INTEREST</u>

Mewbourne Oil Company - 61.745515%

- *OXY USA Inc. 12.210742%
- *OXY Y-1 Company 2.341113%
- *OXY USA WTP Limited Partnership 0.416124%
- *MRC Hat Mesa, LLC 6.78823%
- Veritas Permian Resources III, LLC 3.433023%
- *Cimarex Energy Company 4.993488%

Penroc Oil Corporation - 1.872558%

Sharbro Energy, LLC - 1.335758%

Northern Oil and Gas, Inc. -4.863449%

Tract 3: WZE2 of Section 17 – Federal Lse. NMNM 094095 – CONTRACTUAL INTEREST

Mewbourne Oil Company - 61.745515%

- *OXY USA Inc. 12.210742%
- *OXY Y-1 Company 2.341113%
- *OXY USA WTP Limited Partnership 0.416124%
- *MRC Hat Mesa, LLC 6.78823%

Veritas Permian Resources III, LLC - 3.433023%

*Cimarex Energy Company - 4.993488%

Penroc Oil Corporation – 1.872558%

Sharbro Energy, LLC - 1.335758%

Northern Oil and Gas, Inc. -4.863449%

*Indicates parties being pooled.

EXHIBIT 3-

	mit Electronic		State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION							Revised July 9, 202-		
Via	OCD Permitt	ing			COMOLICY	CHOIC DIVISIO	•	6.1	E	☐ Initial Submi	ttal	
								Submi Type:	Itai	☐ Amended Report		
		***************************************								☐ As Drilled		
					WELL LOCA	ATION INFORMATI	ON					
API	Number		Pool Code		5695	Pool Name	BILBREY B	ASIN;	ВО	NE SPRING	3	
	erty Code		Property N		COUSIN EI	DDY FED UN	IT COM		Well	Number	9Н	
	ID No.	14744	Operator 1		MEWBOUI	RNE OIL COM	IPANY		Grou	nd Level Elevation	3639'	
Surfa	ce Owner:	State Fee	□ Tribal □ I	Federal		Mineral Owner	State Fee [Tribal [□Fee	leral		
				-	Sur	face Location						
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi	itude	County	
0	17	21S	32E		900 FSI	1964 FEL	32.473913	52°N 1	03.	6946407°W	LEA	
					Bottor	n Hole Location						
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi	tude	County	
G	5	218	32E	15	3861 FS	L 1760 FEL		1	-	6939521°W	LEA	
							0.0.011000	77 11 1		0000021 11	Lilia	
	ated Acres	Infill or Defi	ining Well	Defining	g Well API	Overlapping Spa	ucing Unit (Y/N)	Consolida	ation (Code	***************************************	
Order	Numbers.			-		Well setbacks are under Common Ownership: ☐ Yes ☐ No						
UL	Section	Township	0	Τ,	T	Off Point (KOP)	1					
В			Range	Let	Ft. from N/S	Ft. from E/W	Latitude	1	ongit		County	
D	20	215	32E		473 FNI	1760 FEL	32.470144	4°N 1	03.	6939801°W	LEA	
			1		First T	ake Point (FTP)				1		
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	-	ongit	ude	County	
0	17	218	32E		100 FSL	1760 FEL	32.471719	1°N 1	03.6	6939793°W	LEA	
					Last Ti	ake Point (LTP)	£					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	1.	ongit	ude	County	
G	5	21S	32E	15	3861 FSI	1760 FEL	32.511088	4°N 1	03.6	6939521°W	LEA	
			A	4	-							
Unitize	ed Area or Ar	ea of Uniform	Interest	Spacing	Unit Type Hor	izontal Vertical	Ground	Floor Ek	evatio	n:	-	
			***************************************						-	·		
OPER	ATOR CERT	TIFICATIONS				SURVEYOR CER	TIFICATIONS			***************************************		
l herebi	certify that the	information confi	uned herein is t	ense and sound	olete to the best of			_			****	
HEL KIRLS	riedge and help	t and if the well	ix a verticul or	directional w	will that there	I hereby certify that the surveys made by me in	e wen necunsin sure uter my superississe	on nus pa wWitten to	in service t	platted from field note is true and correct to		
metuchn	ig the proposed i	s a working inter- bottom hole locati	on or has a riol	it to deall this	well as thee	my belief	124		4			
location	pursuant to a co	ontract with an av	oner of a working	e interest or	unleased nuneral arder heretofore		(3) EN	MEXIC	14	4		
entered	he the division		and the configuration of the c	mo e foundit	arser nereagure		100 × (1	9680	5).	4)		
If this w	ell is a horizonte	il well, I further c	ertify that this o	rganization l	us received the		18	3000)	1	5		
in each t	trinct (in the hary	et pend or formut	ioni in which an	v page of the	ed mineral interest well's completed			$\overline{}$	12	5)		
intervai	will be located o	er obtained a com	pulsors pooling	order from t	he division		1000	NAL SI	SP			
Signature			Dar					MAL				
- All Control of Control			Date			Signature and Seal of Profe	ssional Surveyor					
						Robert M	. Howell					
Printed N	HTIC					Certificate Number	Date of Survey					
	•					19680			/10	/2024		
Email Add	fress					19000		11/	19	/2024		

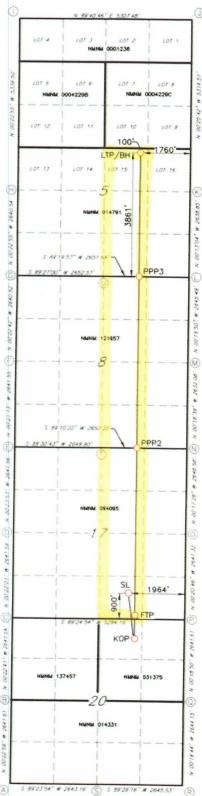
Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been consolidated.

JOB #: LS24110927R1

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is a directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable



COUSIN EDDY FED UNIT COM #9H

NAD 83 GRID - NM EAST

SURFACE LOCATION (SL) 900' FSL & 1964' FEL (SEC 17) N: 536730.7 - E: 738301.2

> LAT: 32.4739152 N LONG: 103.6946407 W

KICK OFF POINT (KOP) 473 FNL & 1760 FEL (SEC.20) N: 535360.1 - E: 738513.1

> LAT: 32 4701444" N LONG: 103 6939801" W

FIRST TAKE POINT (FTP)

LAT: 32.4717191" N LONG: 103.6939793" W

PROPOSED PENETRATION POINT 2 (PPP2)
0' FNL & 1759' FEL (SEC 17)
N: 541114.2 - E: 738481.9

LAT: 32.4859609" N LONG: 103.6939695" W

PROPOSED PENETRATION POINT 3 (PPP3)

0 FNL & 1758 FEL (SEC 8)

N: 546,395.4 — E: 738,453.4

LAT: 32.5004775" N LONG: 103.6939595" W

LAST_TAKE_POINT/BOTTOM_HOLE_(LTP/BH)
3861' FSL & 1760' FEL (SEC.5)
N: 550255.8 - E 738432.5

LAT: 32.5110884" N LONG: 103.6939521" W NAD 83 GRID - NM EAST

A: FOUND BRASS CAP "1916" N: 530515.0 - E: 735012.4

B: FOUND BRASS CAP "1916" N: 533156.0 - E: 734994.8

C: FOUND BRASS CAP "1916" N: 535796.9 - E: 734977.4

D FOUND BRASS CAP "1916" N: 5384378 - E 7349604

E: CALCULATED CORNER N: 541078.8 - E: 734942.1

F: FOUND BRASS CAP "1916" N: 543719.7 - E: 734925.8

G: FOUND BRASS CAP "1916" N: 546359.6 - E: 734908.4

H: FOUND BRASS CAP "1916"

N: 548999.5 - E: 734890.8 I: FOUND BRASS CAP "1916"

N: 554337.7 - E: 734855.2

J: FOUND BRASS CAP "1916" N: 5543674 - E: 740161.4

K: FOUND BRASS CAP "1916" N: 549054.2 - E: 740201.1

L: FOUND BRASS CAP "1916" N: 546415.9 - E: 740211.2

M: FOUND BRASS CAP "1916" N: 543771.0 - E: 740226.4

N: FOUND BRASS CAP "1916" N: 541139.6 - E: 740240.7

0: FOUND BRASS CAP "1916" N: 5384916 - E: 748254.1

P. FOUND BRASS CAP "1916" N: 535850.9 - E: 740270.1

Q. FOUND BRASS CAP "1916" N: 533209.9 + E: 740284.5

R: FOUND BRASS CAP "1916" N: 530566.4 - E: 740299.7

S: FOUND BRASS CAP "1916" N: 530542.7 - E: 737654.9

I: FOUND BRASS CAP "1916" N: 541101.3 - E: 737591.3

U: FOUND BRASS CAP "1916" N: 546385.0 - E: 737560.2

JOB #:LS24110927R1

	02 nit Electronic OCD Permitt		En		inerals & Natu	ew Mexico ral Resources De ATION DIVISIO				July 9, 2024
	Je is a control							Submittal	☐ Initial Subm	
								Type:	☐ As Drilled	cpore
					WELL LOCA	ATION INFORMATI	ON		1	
API N	lumber		Pool Code		5695	Pool Name		BASIN; E	ONE SPRIN	G
Proper	rty Code		Property N	Vame	COUSIN EI	DDY FED UN			ell Number	11H
OGRI	D No.	14744	Operator !	Name	MEWBOUI	RNE OIL COM	IPANY	Gre	ound Level Elevatio	
Surfac	e Owner:	State □ Fee	☐ Tribal ☐ I	Federal		Mineral Owner	State Fee	□ Tribal □ F	ederal	
					Sur	face Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lor	igitude	County
0	17	215	32E		900 FSI				3.6947574°W	1
		-				m Hole Location	10011001	10 11 10	3.0011011	LIGA
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lor	gitude	County
G	5	215	32E	15	3862 FS	L 1990 FEL	32.51108		3.6946980°W	
	ited Acres	Infill or Def	ining Well	Defining	g Well API	Overlapping Sp.	acing Unit (Y/N)	Consolidation	n Code	
Order !	Numbers.					Well setbacks a	re under Common	Ownership: [Yes 🗆 No	
					100 F	200				
UL	Section	Township	Range	Lot	Ft. from N/S	Off Point (KOP)	T			1
В	20	215	32E	LOE	473 FNI	Ft. from E/W	Latitude		gitude	County
		210	ONE			ake Point (FTP)	32.470141	18-N 105	1.6947257°W	LEA
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude			
0	17	215	32E		100 FSL		32.471716		gitude 1.6947249°W	County
						ake Point (LTP)	02.11.11	71 11 100	.0311243 11	LEA
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Lone	zitude	County
G	5	21S	32E	15	3862 FSI			1	.6946980°W	
Unitized	d Area or Ar	ea of Uniform	Interest	Spacing	Unit Type ☐ Hor	rizontal Vertical	Ground	d Floor Eleva	ion:	
OPER.	ATOR CERT	HEICATIONS		***************************************		SURVEYOR CER	TIFICATIONS			
my know organization placestion p interest, o entered b if this we consent a in each ir	ledge and helpe tion either own pursuant to a co or to a voluntar by the division. It is a horizonta of at least one le	f, and , if the well is a warking inter- bottom hole locat ontract with an a- re pooling agreen al well. I further e- essee or owner of	is a vertical ar est or univased i son or has a righ wher of a worku ent or a comput ertify that this evertify that this count on which an	directional wanteral inter- at to drill this ag interest or boary pooling organization is gest or unlease want of the	est in the land well at this unleased mineral order heretofare has received the ed mineral interest well's completed	I hereby certify that the surveys made by me in my belief	e well location show nder my supervisor	METON 19680 DNAL SUR	is plotted from field as see is true and correct t	
ranted Nar	me					Robert M Certificate Number	Date of Survey			
						19680		1 . / .	0 /000 /	
mad Addr	ress			A STATE OF THE PARTY OF THE PAR		19000		11/1	9/2024	

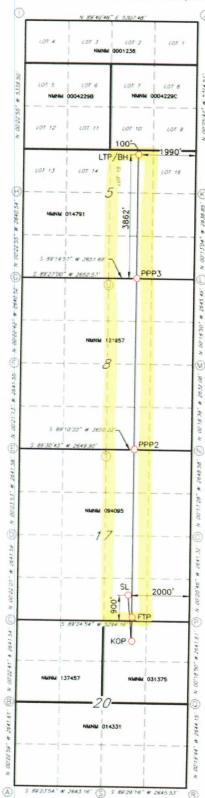
vicie: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division

JOB #: LS24110929R1

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is a directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



COUSIN EDDY FED UNIT COM #11H

NAD 83 GRID - NM EAST

SURFACE LOCATION (SL) 900' FSL & 2000' FEL (SEC 17) N: 536730.3 - E. 738265.2

> LAT: 32.4739148" N LONG: 103.6947574" W

KICK CFF POINT (KOP) 473' FNL & 1990' FEL (SEC 20) N: 535357.7 - E: 738283.2

> LAT: 32.4701418" N LONG: 103.6947257" W

EIRST TAKE POINT (FTP)

100' FSL & 1990' FEL (SEC 17)

N: 535930.6 - E: 738280.0

LAT: 32.4717164° N LONG: 103.6947249° W

PROPOSED PENETRATION POINT 2 (PPP2) 0' FNL & 1989' FEL (SEC 17) N. 541110.9 - E: 738252.0

> LAT: 32.4859556° N LONG: 103.6947152° W

PROPOSED PENETRATION POINT 3 (PPP3)

0' FNL & 1988' FEL (SEC 8)

N: 546392.8 - E: 738223.4

LAT: 32.5004739" N LONG: 103.6947053" W

LAST TAKE POINT/BOTTOM HOLE (LTP/BH) 3862' FSL & 1990' FEL (SEC.5) N: 5502534 - E 738202.5

> LAT. 32.5110857" N LONG: 103.6946980" W

CORNER DATA NAD 83 GRID - NM EAST

A: FOUND BRASS CAP "1916" N: 530515.0 - E: 735012.4

B: FOUND BRASS CAP "1916" N: 533156.0 - E: 734994.8

C: FOUND BRASS CAP "1916" N: 535796.9 - E: 734977.4

D: FOUND BRASS CAP "1916" N: 538437.8 - E: 734960.4

E: CALCULATED CORNER N: 541078.8 - E: 734942.1

F: FOUND BRASS CAP "1916" N: 543719.7 - E: 734925.8

G: FOUND BRASS CAP "1916"

N: 546359.6 - E: 734908.4

H: FOUND BRASS CAP "1916" N: 548999.5 - E: 734890.8

I: FOUND BRASS CAP "1916" N: 554337.7 - E: 734855.2

J: FOUND BRASS CAP "1916" N: 554367.4 - E: 740161.4

K: FOUND BRASS CAP "1916" N: 549054.2 - E: 740201.1

L: FOUND BRASS CAP "1916" N: 546415.9 - E: 740211.2

N: 546415.9 - E: 740211.2

M: FOUND BRASS CAP "1916" N: 543771.0 - E: 740226.4

N: FOUND BRASS CAP "1916" N: 541139.6 - E: 740240.7

0: FOUND BRASS CAP "1916" N: 5384916 - E: 740254 1

P: FOUND BRASS CAP "1916" N: 535850.9 - E: 740270.1

Q: FOUND BRASS CAP "1916" N: 533209.9 - E: 740284.5

R: FOUND BRASS CAP "1916" N: 530566.4 - E: 740299.7

S: FOUND BRASS CAP "1916" N: 530542.7 - E: 737654.9

T: FOUND BRASS CAP "1916" N: 541101.3 - E: 737591.3

U: FOUND BRASS CAP "1916" N: 546385.0 - E: 737560.2

Exhibit, 2

TRACT OWNERSHIP

Cousin Eddy Federal Unit Com #9H
Cousin Eddy Federal Unit Com #10H
Cousin Eddy Federal Unit Com #11H
Cousin Eddy Federal Unit Com #12H
Lots 15 & 16 and S/2 of Section 5, E/2 of Section 8 & E/2 of Section 17,
Township 21 South, Range 32 East
Lea County, New Mexico

	% Leasehold Interest
Mewbourne Oil Company 500 West Texas, Ste. 1020 Midland, Texas 79701	44.905828%
COG Operating 600 W. Illinois Ave. Midland, Texas 79701	15.551136%
XTO Holdings, Inc. Land Dept. Loc 115 22777 Springwoods Village Pkwy. Spring, Texas 77389-1425	11.721591%
*OXY USA, Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521	8.880540%
MRC Hat Mesa, LLC 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240	4.936895%
Cimarex Energy Company 6001 Deauville Blvd., Suite 300N Midland, Texas 79706	3.631628%
Northern Oil and Gas, Inc. 4350 Baker Rd., Ste. 400 Minnetonka, Minnesota 55343	3.537054%
Veritas Permian Resources III, LLC P.O. Box 10850 Fort Worth, Texas 76114	2.496744%
	1 EXHIBIT $\mathcal{B} \cdot 2$

*OXY Y-1 Company 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521	•	1.702628%
Penroc Oil Corporation P.O. Box 2769 Hobbs, New Mexico 88241		1.361860%
Sharbro Energy, LLC P.O. Box 840 Artesia, New Mexico 88211		0.971460%
*OXY USA WTP Limited Partnership P.O. Box 351 Midland, Texas 79702		0.302636%
Wildiand, Texas 75702	Total	100.00000%

*Total interest being pooled: \$9.454327%

10.885864%



Summary of Communications for the following wells:

Cousin Eddy Federal Unit Com #9H Cousin Eddy Federal Unit Com #11H

Cousin Eddy Federal Unit Com #10H Cousin Eddy Federal Unit Com #12H

Company N	lame: OXY USA Inc, OXY Y	'-1 Company, OXY USA WTP Limited Partnership
Date:	Communicated with:	Comments/Actions:
6/19/2025	Courtney Carr	Mailed and emailed well proposals via certified mail.
6/23/2025		Certified mail receipt shows delivery was successful at 11:26 AM
6/26/2025	Courtney Carr	Courtney emailed me with technical questions.
7/1/2025	Courtney Carr	I responded to Courtney's technical questions email.
7/2/2025	Courtney Carr	Courtney emailed me with development questions, and I responded.
7/16/2025	Courtney Carr	Courtney emailed me regarding JOA questions.
7/18/2025	Courtney Carr	We corresponded via email regarding the JOA.
7/22/2025	Courtney Carr	I emailed Courtney asking for an update on their review and she responded.
7/31/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/1/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/5/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/6/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/11/2025	Courtney Carr	I emailed Courtney asking for an update on their review and she responded.
8/12/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/13/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/15/2025	Courtney Carr	We corresponded via email regarding the JOA.
8/18/2025	Courtney Carr	We corresponded via email regarding the JOA.

EXHIBIT $\beta.3$

MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020 Midland, Texas 79701 Phone (432) 682-3715 Fax (432) 685-4170

June 19, 2025

Via: Certified Mail

OXY USA Inc.
OXY Y-1 Company
OXY USA WTP Limited Partnership
5 Greenway Plaza, Suite 110
Houston, Texas 77046
Attn: Ms. Courtney Carr

Re: Proposed Horizontal Bone Spring Wells

Cousin Eddy Fed Unit Com #9H (17/5 B2OO) Cousin Eddy Fed Unit Com #11H (17/5 H3OO) Cousin Eddy Fed Unit Com #13H (17/5 W0OO) Cousin Eddy Fed Unit Com #15H (17/5 W0PP) All of Section 17, T21S-R32E

All of Section 17, 121S-R32E All of Section 8, T21S-R32E S/480 of Section 5, T21S-R32E Lea County, New Mexico Cousin Eddy Fed Unit Com #10H (17/5 B2PP) Cousin Eddy Fed Unit Com #12H (17/5 H3PP) Cousin Eddy Fed Unit Com #14H (17/5 B3PP) Cousin Eddy Fed Unit Com #16H (17/5 B1PP)

Dear Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill and operate the above listed horizontal Bone Spring and Wolfcamp wells for oil and gas production.

Enclosed are Mewbourne's AFEs for the wells, more fully detailing drilling costs. To make your election to participate in the proposed wells, properly execute and return the AFEs to my attention. 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".

To facilitate the drilling of these wells and the development of this project area, Mewbourne proposes forming a working interest unit by signing an Operating Agreement with a Contract Area comprised of All of Section 17 and All of Section 8, both of which are included in the Cousin Eddy Federal Unit, along with the South 480.00-acres of Section 5, which lies directly north of Section 8 lying just outside of the Cousin Eddy Federal Unit, Township 21 South, Range 32 East, Lea County, New Mexico. Our Joint Operating Agreement, where Mewbourne is listed as Operator, is attached for you review and acknowledgement. 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, and Operating Agreement, properly execute and return the AFEs and OA to my attention. 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



June 23, 2025

Dear Simple Certified:

The following is in response to your request for proof of delivery on your item with the tracking number: 9402 8362 0855 1274 5241 71.

Item Details

Status:

Delivered to Agent, Front Desk/Reception/Mail Room

Status Date / Time:

June 23, 2025, 11:26 am

Location:

HOUSTON, TX 77046

Postal Product:

Priority Mail®
Certified Mail™

Extra Services:

Return Receipt Electronic

Return Receipt Electronic

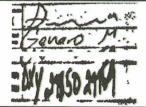
Up to \$100 insurance included

Recipient Name:

OXY USA INC OXY Y 1 COMPANY

Recipient Signature

Signature of Recipient: (Authorized Agent)



Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

OXY USA INC / OXY Y-1 COMPANY
OXY USA WTP LIMITED PARTNERSHIP
ATTN: MS. COURTNEY CARR
5 GREENWAY PLZ STE 110
HOUSTON, TX 77046
Reference #: PROPOSED BONE SPRING WELLS
Item ID: PROPOSED BONE SPRING WELLS

MEWBOURNE OIL COMPANY

05 \$50.0 06 \$200.0 10 \$610.9 114 \$155.8 115 20 \$30.0 21 \$210.0 21 \$210.0 25 \$200.0 30 \$34.0 34 \$60.0 37 \$15.0 45 \$40.0 48 \$64.1 50 \$50.0 54 58 \$12.0 64 \$57.0 65 \$30.0 68 \$4.0 70 \$142.5 75 \$400.0 80 \$136.2	CODE 000 0180-0200 00180-0200 00180-0210 00180-0211 00180-0211 0180-0212 0180-0221 0180-0221 0180-0222 0180-0223 000 0180-0224 0180-0223 000 0180-0230 00180-0241 0180-0241 0180-0240 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250	\$35.0 \$60.0 \$76.0 \$169.0 \$305.0 \$21.0 \$421.0 \$583.0 \$65.0 \$10.0 \$24.0 \$10.5
000 \$20.0 05 \$50.0 06 \$200.0 06 \$200.0 10 \$610.9 14 \$155.8 15 20 \$30.0 21 \$210.0 25 \$200.0 30 \$34.0 31 \$60.0 37 \$15.0 46 \$64.1 50 \$50.0 54 \$50.0 55 \$30.0 64 \$57.0 65 \$30.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$55.5 88 \$25.0	000 0180-0200 000 0180-0205 000 0180-0214 0180-0222 0180-0223 000 0180-0234 0180-0234 0180-0234 0180-0234 0180-0234 0180-0235 0180-0234 0180-0235 0180-0235 0180-0236 0180-0236 0180-0236 0180-0236 0180-0236 0180-0236 0180-0236 0180-0258	\$35.0 \$60.0 \$76.0 \$169.0 \$305.0 \$21.0 \$421.0 \$593.0 \$65.0 \$110.0 \$2.037.0 \$593.0 \$10.0 \$10.0 \$10.0 \$10.0 \$10.0
000 \$20.0 05 \$50.0 06 \$200.0 06 \$200.0 10 \$610.9 14 \$155.8 15 20 \$30.0 21 \$210.0 25 \$200.0 30 \$34.0 31 \$60.0 37 \$15.0 46 \$64.1 50 \$50.0 54 \$50.0 55 \$30.0 64 \$57.0 65 \$30.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$55.5 88 \$25.0	000 0180-0200 000 0180-0205 000 0180-0214 0180-0222 0180-0223 000 0180-0234 0180-0234 0180-0234 0180-0234 0180-0234 0180-0235 0180-0234 0180-0235 0180-0235 0180-0236 0180-0236 0180-0236 0180-0236 0180-0236 0180-0236 0180-0236 0180-0258	\$35.0 \$60.0 \$76.0 \$169.0 \$305.0 \$21.0 \$421.0 \$421.0 \$583.0 \$65.0 \$10.0 \$10.0 \$10.0 \$10.0 \$10.0 \$10.0 \$10.0
106 \$200.0	000 0180-0206 000 0180-0210 00180-0214 0180-0224 0180-0223 000 0180-0223 000 0180-0230 000 0180-0230 000 0180-0230 000 0180-0230 001 0180-0241 0180-0241 0180-0242 0180-0245 0180-0254 0180-0254 0180-0256 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250	\$60,6 \$76,6 \$169,6 \$305,0 \$21,6 \$421,0 \$421,0 \$583,0 \$65,0 \$10,0 \$24,0 \$10,5
10 \$610.9 114 \$155.8 115 \$20 \$30.0 21 \$210.0 21 \$210.0 22 \$200.0 33 \$34.0 34 \$60.0 37 \$15.0 45 \$40.0 46 \$64.1 50 \$50.0 54 \$12.0 64 \$57.0 68 \$4.0 67 \$142.5 67 \$400.0 80 \$136.2 84 \$5.0	000 0180-0210 00180-0214 0180-0215 00180-0215 00180-0226 0180-0222 0180-0223 00180-0223 00180-0223 00180-0230 00180-0230 00180-0230 00180-0230 00180-0241 0180-0242 0180-0245 00180-0246 00180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250	\$76,0 \$169,0 \$305,0 \$21,0 \$421,0 \$2,037,0 \$583,0 \$65,0 \$10,0 \$24,0 \$10,5
14 \$155.8 15 \$20 \$30.0 21 \$210.0 21 \$210.0 25 \$200.0 30 \$34.0 37 \$15.0 46 \$40.0 48 \$64.1 50 \$50.0 54 \$512.0 64 \$57.0 65 \$30.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$55.5 88 \$25.0	000 0180-0214 0180-0220 0180-0220 0180-0220 0180-0222 0180-0223 000 0160-0235 000 0160-0234 0160-0234 0160-0234 0160-0234 0180-0241 0180-0242 000 0180-0246 0180-0250	\$169.0 \$305.0 \$21.0 \$421.0 \$583.0 \$55.0 \$10.0 \$24.0 \$10.5
15 \$30.0 \$30.0 \$21 \$210.0 \$210.0 \$210.0 \$25 \$200.0 \$34.0 \$	0180-0215 000 0180-0221 0180-0222 0180-0223 000 0180-0230 000 0180-0230 000 0180-0234 0180-0241 0180-0242 0180-0242 0180-0248 0180-0248 000 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250	\$169.0 \$305.0 \$21.0 \$421.0 \$583.0 \$55.0 \$10.0 \$24.0 \$10.5
20 \$30.0 21 \$210.0 21 \$210.0 25 \$200.0 30 \$34.0 31 \$60.0 37 \$15.0 45 \$40.0 48 \$64.1 50 \$50.0 54 \$12.0 66 \$30.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$55.0 85 \$55.0	000 0180-0220 0180-0222 0180-0223 0180-0223 000 0180-0230 000 0180-0230 001 0180-0241 0180-0241 0180-0242 001 0180-0245 0180-0254 0180-0254 0180-0250	\$305.0 \$21.0 \$421.0 \$2.037.0 \$583.0 \$65.0 \$10.0 \$24.0 \$10.5
21 \$210.0 25 \$200.0 30 \$34.0 34 \$60.0 37 \$15.0 45 \$40.0 48 \$64.1 50 \$50.0 54 \$12.0 64 \$57.0 65 \$30.0 68 \$4.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6,5 88 \$25.0	00	\$21,0 \$421,0 \$2,037,0 \$583,0 \$65,0 \$10,0 \$24,0 \$10,5 \$50,0 \$16,5
25 \$200.0 30 \$34.0 34 \$60.0 37 \$15.0 45 \$40.0 46 \$64.1 50 \$50.0 54 \$12.0 64 \$57.0 65 \$30.0 68 \$4.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6.5 88 \$25.0	0180-0222 0180-0223 00 0160-0225 00 0160-0230 00 0160-0230 00 0160-0234 0180-0241 0180-0242 00 0180-0240 0180-0245 0180-0250	\$21,0 \$421,0 \$2,037,0 \$583,0 \$65,0 \$10,0 \$24,0 \$10,5 \$50,0 \$16,5
30 \$34.0 34 \$60.0 37 \$15.0 45 \$40.0 46 \$64.1 550 \$50.0 64 \$57.0 65 \$30.0 68 \$4.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6,5 88 \$25.0	000 0180-0225 001 0180-0230 000 0180-0234 000 0180-0241 0180-0242 001 0180-0248 001 0180-0258 0180-0250	\$421.0 \$2,037.0 \$583.0 \$65.0 \$10.0 \$24.0 \$10.5 \$50.0 \$16.5
30 \$34.0 34 \$60.0 37 \$15.0 45 \$40.0 46 \$64.1 550 \$50.0 64 \$57.0 65 \$30.0 68 \$4.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6,5 88 \$25.0	000 0180-0230 00180-0234 0180-0241 0180-0242 0180-0242 00180-0245 00180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0260 0180-0260 0180-0260 0180-0260 0180-0260 0180-0260 0180-0260	\$2,037.0 \$583.0 \$65.0 \$10.0 \$24.0 \$10.5 \$50.0 \$16.5
34 \$60.0 37 \$15.0 45 \$40.0 46 \$64.1 50 \$50.0 54 \$12.0 64 \$57.0 65 \$30.0 68 \$4.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6,5 88 \$25.0	000 0180-0234 000 0180-0241 0180-0242 00180-0245 00180-0246 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0260 000 0180-0260 000 0180-0260 000 0180-0270 000 0180-0280	\$2,037.0 \$583.0 \$65.0 \$10.0 \$24.0 \$10.5 \$50.0 \$16.5
37 \$15.0 45 \$40.0 48 \$64.1 50 \$50.0 54 \$58 \$12.0 64 \$57.0 65 \$30.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6.5 88 \$25.0	000 0180-0241 0180-0241 0180-0241 0180-0245 000 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0250 0180-0265 0180-0265 0180-0265 0180-0265 0180-0265 0180-0270 000 0180-0280	\$583.0 \$65.0 \$5.0 \$10.0 \$24.0 \$10.5
45 \$40.0 48 \$64.1 50 \$50.0 54 58 \$12.0 64 \$57.0 66 \$30.0 70 \$142.5 75 \$400.0 80 \$136.2 84 \$5.0 85 \$6.5 88 \$25.0	0180-0241 0180-0242 00 0180-0245 00 0180-0248 00 0180-0250 0180-0250 0180-0250 0180-0250 00 0180-0260 00 0180-0260 00 0180-0260 00 0180-0270 00 0180-0280	\$583.0 \$65.0 \$5.0 \$10.0 \$24.0 \$10.5
48 \$64.1 \$50.0 \$50	00 0180-0245 00 0180-0248 01 0180-0250 0180-0250 0180-0250 0180-0250 0180-0260 00 0180-0260 00 0180-0260 00 0180-0270 00 0180-0270 00 0180-0270	\$65.0 \$5.0 \$10.0 \$24.0 \$10.5 \$50.0 \$16.5
48 \$64.1 \$50.0 \$50	00 0180-0248 00 0180-0250 0180-0254 00 0180-0268 0180-0260 00 0180-0265 00 0180-0265 00 0180-0268 00 0180-0270 00 0180-0280	\$5,0 \$10.0 \$24.0 \$10.5 \$50.0 \$16.5
550 \$50.00 54 \$58 \$12.00 64 \$57.00 66 \$30.00 70 \$142.50 75 \$400.00 80 \$136.20 84 \$5.00 85 \$6.50 88 \$25.00	00 0180-0250 0180-0254 00 0180-0258 0180-0260 00 0180-0266 00 0180-0270 00 0180-0270 00 0180-0280	\$10.0 \$24.0 \$10.5 \$50.0 \$16.5
54 \$12.0 64 \$57.0 665 \$30.0 68 \$4.0 70 \$142.5 \$400.0 \$136.2 \$84 \$5.0 68 \$6.5 \$88 \$25.0 68 \$8.0 \$1.0 \$1.0 \$1.0 \$1.0 \$1.0 \$1.0 \$1.0 \$1	0180-0254 00 0180-0258 0180-0260 00 0180-0265 00 0180-0265 00 0180-0270 00 0180-0280	\$10.0 \$24.0 \$10.5 \$50.0 \$16.5
58 \$12.00 64 \$57.00 65 \$30.00 68 \$4.00 70 \$142.50 75 \$400.00 80 \$136.20 84 \$5.00 85 \$6,50 88 \$25.00	00 0180-0258 0180-0260 00 0180-0265 00 0180-0268 00 0180-0270 00 0180-0270	\$24,0 \$10.5 \$50.0 \$16.5
64 \$57,0 65 \$30,0 68 \$4,0 70 \$142,5 75 \$400,0 80 \$136,2 84 \$5,0 85 \$6,5 88 \$25,0	0180-0260 00 0180-0265 00 0180-0268 00 0180-0270 00 0180-0280	\$10.5 \$50.0 \$16.5
65 \$30.01 68 \$4.01 70 \$142.51 75 \$400.01 80 \$136.21 84 \$5.01 85 \$6.51 88 \$25.01	00 0180-0265 00 0180-0268 00 0180-0270 00 0180-0280	\$50.0 \$16.5
68 \$4,00 70 \$142,50 75 \$400,00 80 \$136,20 84 \$5,00 85 \$6,50 88 \$25,00	00 0180-0268 00 0180-0270 00 0180-0280	\$16.5
70 \$142,50 75 \$400,00 80 \$136,20 84 \$5,00 85 \$6,50 88 \$25,00	00 0180-0270 00 0180-0280	THE RESERVE THE PERSON NAMED IN COLUMN TWO
75 \$400,00 80 \$136,20 84 \$5,00 85 \$6,50 88 \$25,00	00 0180-0280	
80 \$136,20 84 \$5,00 85 \$6,50 88 \$25,00	00 0180-0280	\$70,0
84 \$5.00 85 \$6.50 88 \$25.00		\$120.0
85 \$6,50 88 \$25,00	00 0180-0284	\$120,0
90 \$10.00		\$1.0
-	00 0180-0290	\$10.0
92	0180-0292	\$5,0
95 \$90,00		\$28,8
96 \$10,00 99 \$133,40		\$20,0 \$207,1
\$2,801,40		\$4,349,9
-		
93		
\$50,00		
\$167,10		
\$421,60		\$648,66
		\$111,46
\$50,00		4,11,1
	0181-0870	\$30,00
	0181-0871	\$75,00
		\$25,00
		\$9,00
	-	\$68,00
	0181-0895	\$51,00
	0181-0898	\$87.00
	0181-0900	\$32,00
	0181-0901	\$33.00
		\$94,00
		\$141,00
	-	\$188,00
		\$69,00
	0181-0920	\$48,00
	0181-0921	\$27.00
\$688.70	0	\$1,822,00
		\$6,171,90
THE RESERVE THE PERSON NAMED IN COLUMN 2 IS NOT THE OWNER.		\$0,177,50
\$9 ,		
	\$688,70 \$3,490,10 \$9,	3421,600 0181-0797 0181-0798 0181-0798 0181-0870 0181-0880 0181-0899 0181-0899 0181-0899 0181-0999 0181-0909

ЕХНІВІТ В-4

MEWBOURNE OIL COMPANY

AUTHORIZATION FOR EXPENDITURE

	Name:	-		STATE OF THE OWNER, WHEN	DDY FED UNIT COM #11H (17/5 H3	A STATE OF THE PARTY OF THE PAR	Pro	spect:	LO	X					
Locati	ion:	SL:	900 FSI	L & 2000 F	EL (17); BHL: 2740 FNL & 2310 FE	EL (5)		County:	Lea	a					ST: NM
Sec.	17		Blk:	Survey		TWP:	215	RN	G:	32E P	rop.	TVD	11016	TME	25700
0 - 1					FANGIBLE COSTS 0180			СО			TCP		CODE		СС
			Site / P	rveys reparation				0180-			*****	.000	0180-0200		
Locatio				ераганон				0180-	-	*	-	.000	0180-0205	_	\$35,00 \$60,00
			***********	tage Drillin	g 27 days drig @ \$26000/d			0180-		-	The state of the later of the	-	0180-0208	-	300,00
Fuel			-		1700 gal/day @ \$3.9/gal		*************	0180-	THE PERSON NAMED IN	-		200	0180-0214	-	\$95.00
Alterna	-	-						0180-		**************			0180-0215	***********	\$211.00
THE RESIDENCE AND ADDRESS OF THE PARTY OF TH	which the Real Property lies, the last	-	Additive	es				0180-	0120		\$30	.000	0180-0220		
Mud - S								0180-	0121		\$225	,000	0180-0221	-	
			t Service reparat					-					0180-0222	*	\$305,00
Cemen	NAME AND ADDRESS OF THE OWNER, WHEN PERSON ADDRESS OF THE OWNER, WHEN PERS	ue i	reparat	1011				2400	0405	-	eann	000	0180-0223	*	\$21.00
		reli	ne Servi	ces				0180-		************			0180-0225	-	0510.00
				ng Service	S			0180-	-	+	_		0180-0230	***	\$512,00
Mud Lo	gging							0180-	******	*		.000	0.00-02.04		
Stimula	-				85 Stg 35.2 MM gal / 35.2 N	MM lb							0180-0241		\$2,560,00
			els & Ott	ner									0180-0242		\$667,00
Water 8	& Othe	f			50% PW f/ NGL @ \$0.00/bb	d. 50% PW I	Goods	_	-		\$40	,000	0180-0245		\$81,00
Bits	ion 9 t	2	nie Cana					0180-	-		-		0180-0248	*	
			air Serving Serv					0180-			\$50	.000	0180-0250	-	\$5,00
			ing Serv					0180-	THE RESIDENCE AND ADDRESS OF THE PARTY OF TH				0180-0254	-	\$10,00
			kover R					0180-	U158	-	\$12	-	0180-0258	-	\$24,00
Rig Mol								0180-	0184		\$57	000	0180-0260		\$10,50
Transpo								0180-	-	-		riverse and St.	0180-0265		\$50.00
Welding	g. Con	stru	ction &	Maint. Sen	vices			0180-				-	0180-0268		\$16.50
Contrac	ct Serv	ices	& Supe	ervision				0180-	-	5	\$171		0180-0270		\$70.00
Directio					Includes Vertical Control			0180-	0175		\$500.				
Equipm								0180-	0180		\$163	400	0180-0280		\$120,000
Well / L								0180-0	0184		\$5.	000	0180-0284		
Well / L	THE RESIDENCE AND ADDRESS OF THE PERSON NAMED IN	*	****			****	-	0180-	-	-		-	0180-0285		
Intangib Damagi		phile	.5			***************************************		0180-			-		0180-0288		\$1,000
encercon necessarilles		conn	ect RC	W Easem	ente			0180-			\$10.	-	0180-0290	-	\$10,000
Compar				vv Lasem	CHO			0180-0	-		5108.	-	0180-0292 0180-0295	-	\$5,00
Overhe						***************************************		0180-0		-	\$100	-	0180-0295		\$36,000
Conting	encies	5		5	% (TCP) 5% (CC)			0180-0	-	9	5151.	-	0180-0299		\$246,200
							TOTAL				,182,				\$5,171,200
				TA	NGIBLE COSTS 0181						-				
Casing	-	_	-					0181-0	793						
Casing Casing					1090" - 13 3/8" 54 5# J-55 ST&C @ \$42			0181-0			\$50,	-			
Casing					4455" - 9 5/8" 40# HCL80 LT&C @ \$35			0181-0	-		5167.				
Casing				****	10500" - 7 5/8" 29 7# HCP-110 Talon @ 15400" - 5 1/2" 20# HPP110 Talon @ \$2		W Ti- 6-	0181-0	1796	5	5444,	-			2022 (4)
Tubing	-		-	***************************************	10250' - 2 7/8" 6.5# L-80 IPC Tbg @ \$1		rie-ba	19				-	0181-0797 0181-0798	-	\$658,100
Drilling I	Head				to the state of th	O. F DEN		0181-0	860		\$50.		0181-0798		3111,700
Tubing I	Head 8	& Up	per Sec	ction				0.07			400.		0181-0870		\$30,000
Horizon	tal Cor	nple	etion To	ois	Completion Hanger							-	0181-0871		\$75,000
			& Artifi	cial Lift						-			0181-0880		\$25,000
Service					(1/8) (2)TP/(2)CP/CIRC PUMP								0181-0886		\$9,000
Storage					(1/8) (8)OT/(6)WT/(2)GB								0181-0890		\$68,000
			Equipn		(1/8) (4)VRT/(2)VRU/(1)FLARE/(3)KO/(I)AIR				-		-	0181-0892		\$85,000
			ing Equi		(1/8) (1)BULK H SEP/(4)TEST H SEP/(I)V SEP/(4)VI	4T/(1)HE	-					0181-0895		\$51,000
				ves&Misc				-	-			-	0181-0896		\$87,000
				s & Misc				-					0181-0900		\$32,000
				es&Misc								-	0181-0901		\$33,000
	-	-		struction								-	0181-0907		\$94,000
Cathodic	-											-	0181-0908		V141,000
lectrica	-	natural de la constante	-			************************							0181-0909		\$188,000
quipme													0181-0910		\$69,000
			Constru										0181-0920		\$48,000
Vater P	ipeline	- C	onstruc	tion									0181-0921		\$27,000
						1	OTAL				\$712,	000			\$1,837,800
						SUBT	OTAL				3,894,				\$7,009,000
			Total Services		TOTAL	WELL CO				4,	-	-	3,700		\$7,005,000
nsurance]	Opt Poli	out lele	of to be covi will pay my ect to purch	by Operator seed by Operator's Extra Expense, Comm proportionate share of the premiums ass ase my own policies for well control and is sible for my own coverage and will not b	other insurance	e require	urance c	overa	iges thre	ough ;	and Ex joint a	cess/Umbri	gs	
la de la companya de		if no	ther box is	a checked ab	ove, non-operating working interest owner ele-	its to be covere	d by One	ratorie inc	urano						
Joint ov conditio	wher agr	ees	hat item 0	1180-0245 wi	be provided by operator, if available, at the s	pecified rate. O	perator re	serves th	e rìght	to adjus	it the s	ate due	to a change	in mar	ket
	Prepar														
				-	Ryan McDaniel		Date:	6/20	2025	_					
Compa	any Apr	prov	al	1.2.	white		Date	6/26/	2025	-					
Joint Ov	wner Ir	nter	est:		Amount:										
Joint O	wner I	Nan	ne			Signatu	re:								
			Management			DOM: NO. 1995	STATE OF THE PARTY OF	HOLD STORY	Det 2000/65	THE PERSON	Water Contract	PASSES SE			CONTRACTOR OF THE PARTY OF

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

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

Case Nos. 25574

SELF-AFFIRMED STATEMENT OF TYLER HILL

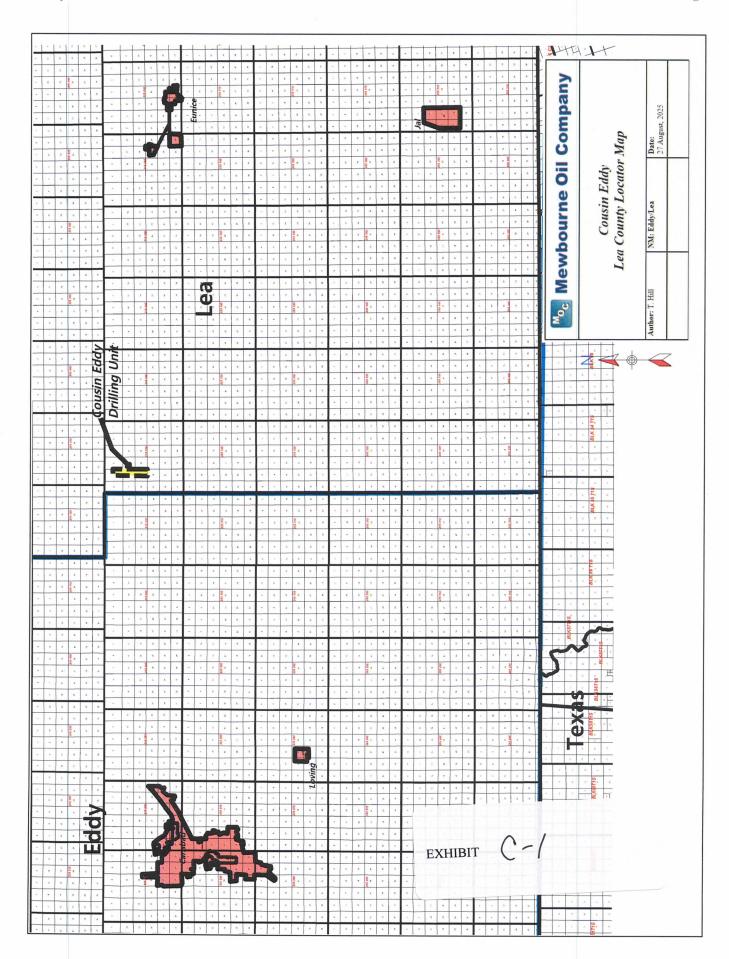
- 1. I am employed by Mewbourne Oil Company ("Mewbourne") as a geologist. I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division"), and my credentials as an expert in petroleum geology matters were accepted and made a matter of record.
 - 2. I am familiar with the geological matters that pertain to the above-referenced case.
 - 3. **Exhibit C-1** is a general location map that depicts the Cousin Eddy spacing unit.
- 4. **Exhibit C-2** is a subsea structure map for the Wolfcamp formation that is representative of the targeted intervals. The contour intervals are 50 feet. The approximate wellbore paths for the Cousin Eddy Federal Unit 9H and 11H wells ("Wells") are depicted by dashed lines. Existing producing wells in the targeted interval are represented by solid lines. The map demonstrates the formation is gently dipping to the south in this area. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted intervals with horizontal wells.
- 5. Exhibit C-2 also identifies three wells penetrating the targeted intervals that I used to prepare a structural cross-section from A to A'. I used these well logs because they penetrate the targeted intervals, are of good quality, and are representative of the geology in the area.

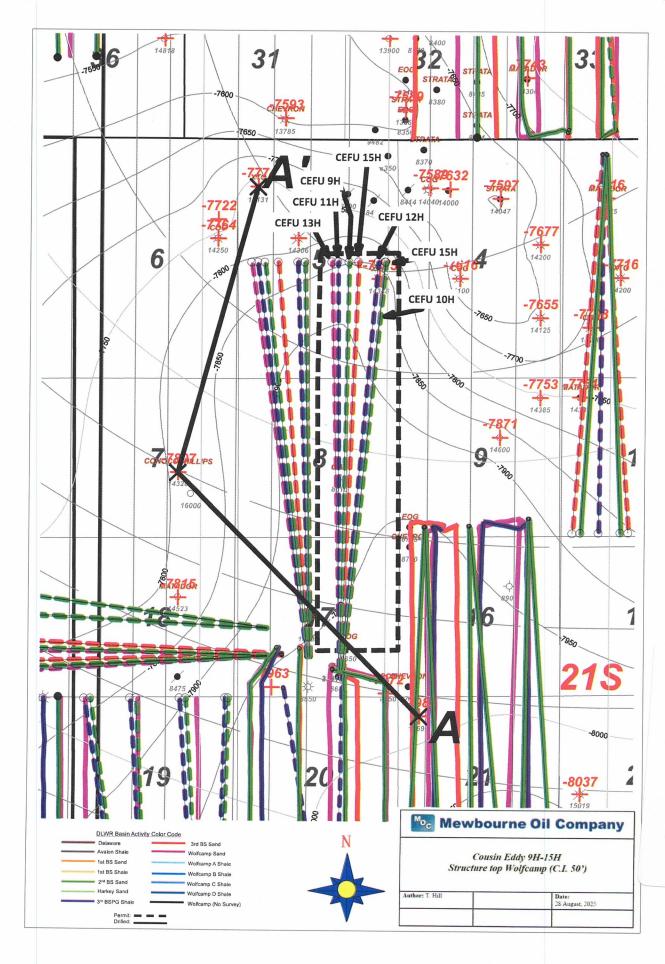
(

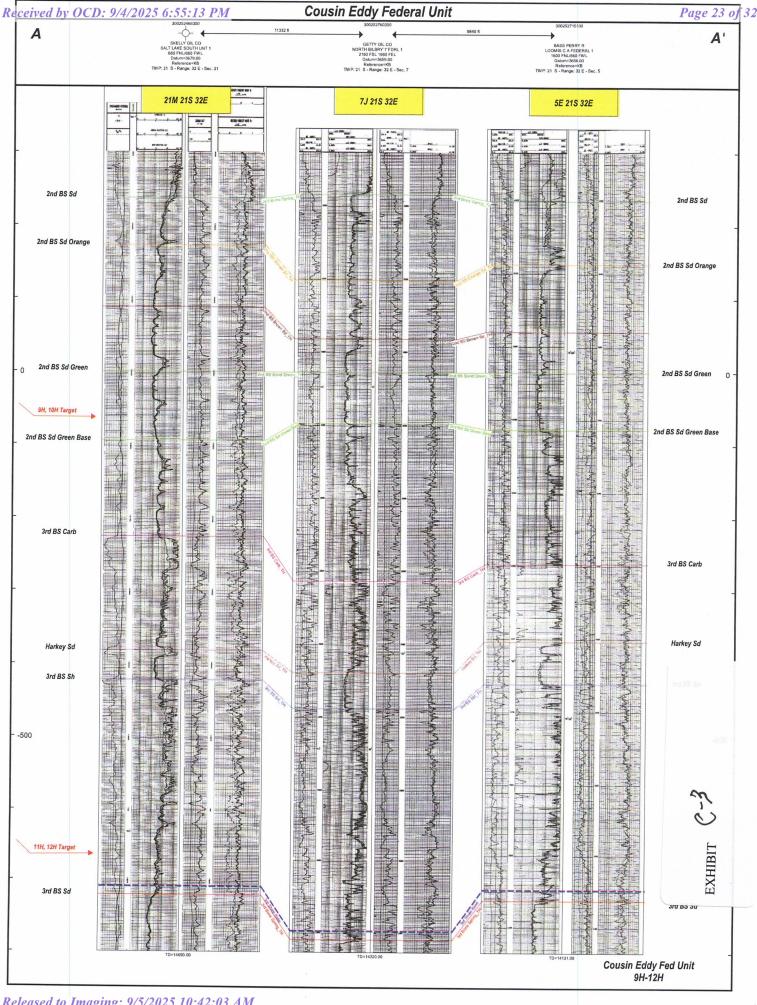
- 6. **Exhibit C-3** is a stratigraphic cross-section that I prepared using the logs from the representative wells shown on Exhibit C-2. Each well log on the cross-section contains gamma ray, resistivity and porosity. The proposed landing zones for the wells are labeled with a red arrow. This cross-section demonstrates that the target interval is continuous across the Unit.
- 7. In my opinion, a standup orientation for the proposed Wells is appropriate to properly develop the subject acreage because of an established directional pattern and the known fracture orientation in this portion of the trend.
- 8. Based on my geologic study of the area, the targeted interval underlying the Units is suitable for development by horizontal wells and the tracts comprising the Units will contribute more or less equally to the production of the Wells.
- 9. In my opinion, the granting of Mewbourne's application will serve the interests of conservation, the protection of correlative rights, and the prevention of waste.
- 10. The attached exhibits were either prepared by me or under my supervision or were compiled from company business records.
- 11. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date identified next to my signature below.

September 4, 2025
Date

/s/ Tyler Hill
Tyler Hill







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

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

CASE NOS. 25574 and 25575

SELF-AFFIRMED STATEMENT OF NOTICE

COUNTY OF SANTA FE)
) ss
STATE OF NEW MEXICO)

James Bruce deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am an attorney for Mewbourne Oil Company ("Mewbourne").
- 3. Mewbourne has conducted a good faith, diligent effort to determine the names and current addresses of the interest owners entitled to receive notice of the applications filed herein.
- 4. Notice of the applications was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified receipts are attached hereto as Exhibit D-1.
 - 5. Mewbourne has complied with the notice provisions of Division Rules.

I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in Paragraphs 1 through 5 is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date next to my signature below.

Date

James Bruce

EXHIBIT

JAMES BRUCE Attorney at Law

Post Office Box 1056 Santa Fe, New Mexico 87504

369 Montezuma Avenue, No. 213 Santa Fe, New Mexico 87501

Phone: (505-982-2043 Cell: (505) 660-6612

jamesbruc@aol.com

August 20, 2025

To Person Listed on Exhibit A

Ladies and Gentlemen:

Mewbourne Oil Company has filed the enclosed applications with the New Mexico Oil Conservation Division requesting compulsory pooling, as follows:

Case No. 25574: Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico: Applicant has filed an application with the Oil Conservation Division for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the W/2E/2 of Section 17, the W/2E/2 of Section 8, and Lot 15 and the W/2SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant proposes to drill the following wells in the Unit to depths sufficient to test the Bone Spring formation:

- (a) The Cousin Eddy Fed. Unit Com. Well No. 9H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5;
- (b) The Cousin Eddy Fed. Unit Com. Well No. 11H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5; and
- (c) The Cousin Eddy Fed. Unit Com. Well No. 13H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5.

Case No. 25575: Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico: Applicant has filed an application with the Oil Conservation Division for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the E/2E/2 of Section 17, the E/2E/2 of Section 8, and Lot 16 and the E/2SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application,

EXHIBIT

D-1

Very/truly yours,

James Bruce

Attorney for Mewbourne Oil Company

EXHIBIT A

OXY USA Inc.
OXY Y-1 Company
OXY USA WTP Limited Partnership
5 Greenway Plaza, Suite 110
Houston, Texas 77046

Attn: Ms. Courtney Carr

MRC Hat Mesa, LLC One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240

Attn: Mr. Sam Pryor

Cimarex Energy Company Coterra Energy 6001 Deauville Blvd., Suite 300N Midland, Texas 79706

Attn: Mr. Cole Maxwell

밉	U.S. Postal Service [™] CERTIFIED MAIL [®] RECEIPT Domestic Mail Only	
4249	For delivery information, visit our website at	www.usps.com®.
5270 2909	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) Return Receipt (electronic) Certified Mail Restricted Delivery Adult Signature Required Adult Signature Restricted Delivery \$	Postmark Here
9589 0710	Postage \$ Total Postage and Fees \$ OXY USA Inc. OXY Y-1 Company OXY USA WTP Limited Partnersh OXY USA TOTAL OXY USA Inc. OXY Y-1 Company OXY USA Inc.	
	PS Form 3800, January 2023 PSN 7530-02-000-9047	See Reverse for Instructions

Affidavit of Publicatio

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereat for a period of 1 issue(s).

Beginning with the issue dated August 24, 2025 and ending with the issue dated August 24, 2025.

Publisher

Sworn and subscribed to before me this 24th day of August 2025.

Business Manager

My commission expires January 29, 2027

(Seal) STATE OF NEW MEXICO
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

LEGAL NOTICE August 24, 2025

NOTICE

To: OXY USA Inc., OXY Y-1 Company, OXY USA WTP Limited Partnership, MRC Hat Mesa, LLC, Cimarex Energy Company, and Coterra Energy, or your successors or assigns: Mewbourne Oil Company has filed the following applications with the New Mexico Oil Conservation Division requesting compulsory pooling:

Case No. 25574: Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico: Applicant has filed an application with the Oil Conservation Division for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the W/2E/2 of Section 17, the W/2E/2 of Section 8, and Lot 15 and the W/2SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant proposes to drill the following wells in the Unit to depths sufficient to test the Bone Spring formation:

(a) The Cousin Eddy Fed. Unit Com. Well No. 9H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5;
(b) The Cousin Eddy Fed. Unit Com. Well No. 11H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5; and
(c) The Cousin Eddy Fed. Unit Com. Well No. 13H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5.

Case No. 25575: Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico: Applicant has filed an application with the Oil Conservation Division for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the E/2E/2 of Section 17, the E/2E/2 of Section 8, and Lot 16 and the E/2SE/4 of Section 5. Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant proposes to drill the following wells in the Unit to depths sufficient to test the Bone Spring formation:

(a) The Cousin Eddy Fed. Unit Com. Well No. 10H, with a first take point in the SE/4SE/4 of Section 17 and a last take point in Lot 16 of Section 5;
(b) The Cousin Eddy Fed. Unit Com. Well No. 12H, with a first take point in the SE/4SE/4 of Section 17 and a last take point in Lot 16 of Section 5; and
(c) The Cousin Eddy Fed. Unit Com. Well No. 15H, with a first take point in the SE/4SE/4 of Section 17 and a last take point in Lot 16 of Section 5.

Case No. 25576: Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico: Applicant has filed an application with the Oil Conservation Division for an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised the E/2 of Section 17, the E/2 of Section 8, and Lots 15, 16 and the SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant proposes to drill the following well in the Unit to a depth sufficient to test the Wolfcamp formation: The Cousin Eddy Fed. Unit Com. Well No. 14H, with a first take point in the SE/4SE/4 of Section 17 and a last take point in Lot 16 of Section 5.

Also to be considered will be the cost of drilling, completing, testing, and equipping the wells, and the allocation of the cost thereof among the wells' working interest owners, designation of Applicant as operator of the wells and the Units, approval of actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure, and setting a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells in the event a working interest owner elects not to participate in the wells.

These matters are scheduled for hearing at 9:00 a.m. on Thursday, September 11, 2025. The hearing may be attended (a) in person in Pecos Half of the Wendell Chino Building, First Floor, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, or (b) via the Division's virtual meeting platform. To view the hearing docket and determine how to participate in an electronic hearing, go to https://www.emnrd.nm.gov/ocd/hearing-info/ or contact Freya Tschantz at Freya Tschantz@emnrd.nm.gov. You are not required to attend the hearing, but an owner of an interest affected by the applications may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters at a later date. A party appearing in a Division case is required to file a Pre-Hearing Statement with the Division no later than five business days before the hearing date. This statement may be filed online with the Division at ocd.hearings@emnrd.nm.gov and should include: The name of the party and the party's attorney; a concise statement of the case; the names of witnesses the party will call to testify at the hearing; the approximate time it will take the party to present its case; and any procedural matters that need to be resolved before the hearing. The Pre-Hearing Statement must also be provided to applicant's attorney, James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504, jamesbruc@aol.com. The Units are located approximately 4 miles south-southeast of Halfway, New Mexico.

01101711

00303753

JAMES BRUCE JAMES BRUCE, ATTORNEY AT LAW P.O. BOX 1056 SANTA FE, NM 87504

EXHIBIT E

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

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

CASE NO. 25574

APPLICATION

Mewbourne Oil Company ("Applicant") files this application with the Oil Conservation Division (the "Division") for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the W/2E/2 of Section 17, the W/2E/2 of Section 8, and Lot 15 and the W/2SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant states:

- 1. Applicant is an interest owner and operator in the Unit, and has the right to drill a well or wells thereon.
- 2. Applicant proposes to drill the following wells in the Unit to depths sufficient to test the Bone Spring formation:
 - (a) The Cousin Eddy Fed. Unit Com. Well No. 9H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5;
 - (b) The Cousin Eddy Fed. Unit Com. Well No. 11H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5; and
 - (c) The Cousin Eddy Fed. Unit Com. Well No. 13H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5.
- 3. Although Applicant has in good faith sought to obtain voluntary joinder of all other mineral interest owners in the Unit to participate in the drilling of the wells or to otherwise commit

EXHIBIT $\sqrt{}$

their interests to the wells, certain interest owners have failed or refused to commit their interests. Therefore, Applicant seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying the Unit, pursuant to NMSA 1978 Sec. 70-2-17.

4. The pooling of all uncommitted mineral interest owners in the Bone Spring formation underlying the Unit will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, Applicant requests this application be set for hearing before an Examiner of the Division, and, after notice and hearing, the Division issue its order:

- A. Pooling all uncommitted mineral interest owners in the Bone Spring formation underlying the Unit;
 - B. Designating Applicant as operator of the wells and the Unit;
- C. Considering the cost of drilling, completing, testing, and equipping the wells, and allocating the cost thereof among the wells' working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

Phone: (505) 982-2043 Cell: (505) 660-6612

jamesbruc@aol.com

Attorney for Mewbourne Oil Company

Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico: Mewbourne Oil Company ("Applicant") has filed an application with the Oil Conservation Division for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised the W/2E/2 of Section 17, the W/2E/2 of Section 8, and Lot 15 and the W/2SE/4 of Section 5, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit). In support of this application, Applicant proposes to drill the following wells in the Unit to depths sufficient to test the Bone Spring formation:

- (a) The Cousin Eddy Fed. Unit Com. Well No. 9H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5;
- (b) The Cousin Eddy Fed. Unit Com. Well No. 11H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5; and
- (c) The Cousin Eddy Fed. Unit Com. Well No. 13H, with a first take point in the SW/4SE/4 of Section 17 and a last take point in Lot 15 of Section 5.

Also to be considered will be the cost of drilling, completing, testing, and equipping the wells, and the allocation of the cost thereof among the wells' working interest owners, designation of Applicant as operator of the wells and the Unit, approval of actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure, and setting a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells in the event a working interest owner elects not to participate in the wells. The Unit is located approximately 4 miles south-southeast of Halfway, New Mexico.