State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



Todd E. Leahy, JD, PhD Deputy Cabinet Secretary

Mr. Mitch Robb

mrobb@mewbourne.com

NON-STANDARD LOCATION

Administrative Order NSL - 8461

Mewbourne Oil Company [OGRID 14744] Fuller 14 23 W1KN Federal Com Well No. 2H API No. 30-015-49782

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	2590 FSL & 540 FWL	L	14	26S	29E	Eddy
First Take Point	2540 FSL & 2010 FWL	K	14	26S	29E	Eddy
Last Take Point/	100 FSL & 2010 FWL	N	23	26S	29E	Eddy
Terminus						

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
SW/4 Section 14	480	Purple Sage; Wolfcamp (GAS)	98220
W/2 Section 23			

Reference is made to your application received on December 6th, 2022.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the southern edge and 100 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tract.

Section 14, encroachment to the NW/4 Section 26, encroachment to the NW/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location to recover additional oil and gas reserves and prevent waste within the Wolfcamp formation underlying the SW/4 Section 14 and W/2 Section 23.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.

Date: 12/29/2022



AES/lrl