

DATE IN 05/22/2013	SUSPENSE 6/11	ENGINEER DB	LOGGED IN 05/23/2013	TYPE NSL	APP NO PPRG1314339932
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

2013 MAY 22 P 2: 50 Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



30-015-41103

Owl Draw 27 DA Fee Com

Mewbourne

#2H

## ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

### Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

6819

### (1) TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] ☒ Location - Spacing Unit - Simultaneous Dedication

☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] ☐ Commingling - Storage - Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] ☐ Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] ☐ Other: Specify \_\_\_\_\_

### (2) NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

[A] ☐ Working, Royalty or Overriding Royalty Interest Owners

[B] ☒ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

### (3) SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

(4) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Bruce

Print or Type Name

*James Bruce*  
 Signature

Attorney

Title

5/24/13  
 Date

jamesbruc@aol.com  
 e-mail Address

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)

[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

May 21, 2013

David Brooks  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Dear Mr. Brooks:

Pursuant to NMAC 19.15.15.13, Mewbourne Oil Company applies for approval of an unorthodox gas well location for the following well:

<u>Well:</u>	Owl Draw 27 DA Fee Com. Well No. 2H
<u>Surface location:</u>	500 feet FNL & 150 feet FEL <b>Section 28</b>
<u>Beginning of producing interval:</u>	518 feet FNL & 430 feet FWL <b>Section 27</b>
<u>Bottom hole location:</u>	660 feet FNL & 330 feet FEL Section 27
<u>Well unit (project area):</u>	N½ of Section 27, Township 26 South, Range 27 East, N.M.P.M., Eddy County, New Mexico

The well will be drilled to a depth sufficient to test the Wolfcamp formation. The formation is spaced on statewide rules, with 320 acre spacing and wells to be located no closer than 660 feet to a quarter section line. A Form C-102 is attached as Exhibit A.

The beginning of the producing interval and the bottom hole location are unorthodox in order to maximize the productive interval of the wellbore.

A land plat is attached as Exhibit B. The offset operators, working interest owners, or unleased mineral owners are:

Section 21  
Yates Petroleum Corporation

S<sup>1</sup>/<sub>2</sub> Section 22

Mewbourne Oil Company  
Premier Oil & Gas, Inc.  
Chevron U.S.A. Inc.  
OXY Y-1 Company  
Abo Petroleum Corporation  
Myco Industries, Inc.  
Nearburg Exploration Company, L.L.C.  
Black Stone Natural Resources I, LP  
Mobil Producing Texas & New Mexico, Inc.

S<sup>1</sup>/<sub>2</sub> Section 22

Mewbourne Oil Company

Section 26

Chevron U.S.A. Inc.

Section 28

Mewbourne Oil Company  
Premier Oil & Gas, Inc.  
Chevron U.S.A. Inc.  
Nearburg Exploration Company, L.L.C.  
Black Stone Natural Resources I, LP  
Mobil Producing Texas & New Mexico, Inc.

The notice letter to the offsets is attached as Exhibit C.

Please contact me if you need any further information on this application.

Very truly yours,



James Bruce

Attorney for Mewbourne Oil Company

DISTRICT I  
1625 N. French Dr., Hobbs, NM 88240  
Phone (505) 533-6181 Fax (505) 533-6729

DISTRICT II  
511 S. First St., Artesia, NM 88210  
Phone (505) 745-1253 Fax (505) 745-6753

DISTRICT III  
1000 Rio Brazos Rd., Artesia, NM 87410  
Phone (505) 534-6178 Fax (505) 534-6179

DISTRICT IV  
1225 S. St. Francis Dr., Santa Fe, NM 87505  
Phone (505) 439-0400 Fax (505) 439-6655

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised August 1, 2011

Submit one copy to appropriate  
District Office

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number <b>30-015-41263</b>	Pool Code <b>97882</b>	Pool Name <b>Wildcat Wolfcamp Gas SZ62616A</b>
Property Code <b>39845</b>	Property Name <b>OWL DRAW 27 DA FEE COM</b>	Well Number <b>2H</b>
OCRD No. <b>14744</b>	Operator Name <b>MEWBOURNE OIL COMPANY</b>	Elevation <b>3140</b>

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<b>A</b>	<b>28</b>	<b>26 S</b>	<b>27 E</b>		<b>500</b>	<b>NORTH</b>	<b>150</b>	<b>EAST</b>	<b>EDDY</b>

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
<b>A</b>	<b>27</b>	<b>26 S</b>	<b>27 E</b>		<b>660</b>	<b>North</b>	<b>330</b>	<b>East</b>	<b>Eddy</b>
Dedicated Acres <b>320</b>	Joint or Infill	Consolidation Code	Order No.						

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

**SURFACE LOCATION**  
Lat - N 32°01'07.82"  
Long - W 104°11'10.84"  
NADSPCE - N 370591.17  
E 545547.39  
(NAD-27)

**OPERATOR CERTIFICATION**  
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns, a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: *A.M. Jones* Date: **2/19/13**  
Printed Name: **A.M. JONES**  
Email Address: \_\_\_\_\_

**SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date Surveyed: \_\_\_\_\_  
Signature of Professional Surveyor: *[Signature]*  
Certificate No. **GARY L. JONES 7977**  
BASIN SURVEYS **27997**

**RECEIVED**  
**APR 19 2013**  
**NMOCD ARTESIA**

EXHIBIT **A**



**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

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[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

May 21, 2013

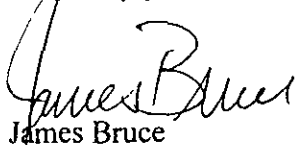
CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox gas well location in the N½ of Section 27, Township 26 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. A copy of the application is enclosed. You are an offset operator or interest owner. If you object to the application, you must notify the Division in writing within 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,



James Bruce

Attorney for Mewbourne Oil Company

EXHIBIT C

Exhibit A

Premier Oil & Gas, Inc.  
Suite 205  
901 Waterfall Way  
Richardson, Texas 75080

Chevron U.S.A. Inc.  
15 Smith Road  
Midland, Texas 79705

OXY Y-1 Company  
P.O. Box 4294  
Houston, Texas 77210

Yates Petroleum Corporation  
Abo Petroleum Corporation  
105 South Fourth Street  
Artesia, New Mexico 88210

Myco Industries, Inc.  
P.O. Box 840  
Artesia, New Mexico 88211

Nearburg Exploration Company, L.L.C.  
Building 2, Suite 120  
3300 North A Street  
Midland, Texas 79705

Black Stone Natural Resources I, LP  
Suite 2020  
1001 Fannin  
Houston, Texas 77002

Mobil Producing Texas & New Mexico, Inc.  
CORP WGR 706  
810 Houston Street  
Fort Worth, Texas 76102

**Brooks, David K., EMNRD**

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**From:** Brooks, David K., EMNRD  
**Sent:** Thursday, June 20, 2013 4:00 PM  
**To:** jamesbruc@aol.com  
**Subject:** Mewbourne Owl Draw 27 DA Fee #2H - NSL

Good afternoon, Jim

This location encroaches at the BHL diagonally toward the S/2 of Section 23. Although Section 23 is not included on your notice list, I am inclined to assume the second list for the S/2 of Section 22 actually refers to Section 23.

Please confirm.

Sincerely

David



**Brooks, David K., EMNRD**

---

**From:** jamesbruc@aol.com  
**Sent:** Friday, June 21, 2013 6:05 AM  
**To:** Brooks, David K., EMNRD  
**Subject:** Re: Mewbourne Owl Draw 27 DA Fee #2H - NSL

Yes, that is correct. It should have said Sec. 23. Thanks.

-----Original Message-----

From: Brooks, David K., EMNRD, EMNRD <[david.brooks@state.nm.us](mailto:david.brooks@state.nm.us)>  
To: jamesbruc <[jamesbruc@aol.com](mailto:jamesbruc@aol.com)>  
Sent: Thu, Jun 20, 2013 4:00 pm  
Subject: Mewbourne Owl Draw 27 DA Fee #2H - NSL

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Sincerely

David