



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

April 27, 2004

Joanna Prukop
Cabinet Secretary
Acting Director
Oil Conservation Division

Mewbourne Oil Company
c/o Mr. James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504

Re: Case No. 13157
Division Order No. R-12056
Lonetree "14" State Com Well No. 1
Section 14, T-21S, R-27E, NMPM,
Eddy County, New Mexico

Dear Mr. Bruce:

Reference is made to your request dated April 7, 2004 on behalf of Mewbourne Oil Company for a 90-day extension of time in which to complete the Lonetree "14" State Com Well No. 1. Ordering Paragraph No. (4) of Division Order No. R-12056 stipulated that:

"(4) Should the proposed well not be drilled and completed within 120 days after commencement thereof, Ordering Paragraph (1) shall be of no further effect, and the unit created by this Order shall terminate unless the operator appears before the Division Director and obtains an extension of time to complete the well for good cause demonstrated by satisfactory evidence."

Division records show that drilling operations on the Lonetree "14" State Com Well No. 1 commenced on November 24, 2003. Pursuant to the provisions of Order No. R-12056, the well was to have been completed by March 22, 2004. Since the well was not completed by that date, and since your request to extend the completion time for the well was not received by the Division until April 8, 2004, it appears that Order No. R-12056 has expired.

Your request for a 90-day extension of time to complete the Lonetree "14" State Com Well No. 1 is hereby denied. Reactivation of Division Order No. R-12056 will require a hearing before a Division examiner.

Mewbourne Oil Company
Request to Extend Order No. R-12056
April 27, 2004
Page 2

If you should have any questions regarding this action, please call me at (505) 476-3466.

Sincerely,



David Catanach
Engineer/Examiner

Xc: Case File-13157

Catanach

JAMES BRUCE
ATTORNEY AT LAW

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RECEIVED

APR 08 2004

EMNRD-LEGAL

April 7, 2004

Carol Leach
Acting Director
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Case No. 13157/Order No. R-12056/Mewbourne Oil Company
("Mewbourne")

Dear Ms. Leach:

The above order, dated November 25, 2003, required the operator to commence the Lonetree "14" State Com. Well No. 1 by March 1, 2004, and drill the well to completion within 120 days. Mewbourne drilled the well to its proposed total depth, but the well was not completed as a producer. However, re-entry operations are contemplated, and Mewbourne requests that Ordering Paragraph (4) of the order be amended to allow the operator 210 days from well commencement to complete the well. Thank you.

Very truly yours,



James Bruce

Attorney for Mewbourne Oil Company

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

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

WELL API NO.
 30-015-32851

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.
 NM-109876

7. Lease Name or Unit Agreement Name:
 Lone Tree 14 State Com

8. Well No.
 #1

9. Pool name or Wildcat
 Burton Flat Morrow

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)
 1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
 Mewbourne Oil Company 14744

3. Address of Operator
 PO Box 5270 Hobbs, NM 88241

4. Well Location
 Unit Letter O: 660 feet from the South line and 1980 feet from the East line
 Section 14 Township 21S Range 27E NMPM Eddy County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3205'

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

11/24/03...MI & spud 17 1/2" hole. TD'd hole @ 420'. Ran 420' 13 3/8" 48# H40 ST&C csg. Cemented w/ 250 sks 35:65:6 BJ Lite "C" w/ additives. Mixed @ 12.5 #/g w/ 1.98 yd. Tailed w/ 200 sks Class "C" w/ 2% CaCl2. Mixed @ 14.8 #/g w/ 1.34 yd. Circ 77 sks to pit. WOC 18 hrs. Drill out w/ 12 1/4" bit.

11/28/03...TD'ed 12 1/4" hole @ 2600'. Ran 2600' 9 5/8" 40# N80/J55 LT&C Csg. Cemented w/ 750 sks 35:65:6 Poz "C" w/ additives. Mixed @ 12.5 #/g w/ 1.96 yd. Tailed w/ 200 sks Class "C" w/ 2% CaCl2. Mixed @ 14.8 #/g w/ 1.34 yd. Circ 160 sks to pit. WOC 18 hrs. Test BOPE to 1500#, OK. Drill out w/ 8 3/4" bit.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kristi Green TITLE Hobbs District Analysts DATE 12/09/03

Type or print name Kristi Green Telephone No. 505-393-5905

(This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE _____ DATE _____
 Conditions of approval, if any: