

Summary of Communications
Wyatt Draw "24/25" NF Fed. Com No. 1H

Nearburg Exploration Company, LLC

- 1) Mailed, faxed and emailed well proposal letter with AFE via certified mail dated 3-16-2011.
- 2) Received green card signed by Laura Selz.
- 3) 3-17-2011, talked with Mr. Russell Wickman with Nearburg on the phone. He informed me he is now handling this area instead of Mr. Ken Dixon.
- 4) 3-17-2011, emailed Russell a revised AFE.
- 5) 4-6-2011, emailed Russell to give notice of compulsory pooling application.
- 6) Have had several phone conversations with Russell regarding the proposed well. Basically, Nearburg would like to watch results as long as possible on the previous well drilled in this section before they decide to participate or do a trade on this well.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 14645 Exhibit No. 3
Submitted by:
MEWBOURNE OIL COMPANY
Hearing Date: May 12, 2011

Corey Mitchell/Mewbourne
03/16/2011 04:43 PM

To: "Ken Dixon" <KDixon@nearburg.com>
cc
bcc
Subject: Wyatt Draw NF Fed Com No.1H

Ken,

Please see attached well proposal for the Wyatt Draw 24/25 NF Fed Com No.1H Well. Let me know if you have any questions. Thanks. Have a great day.



doc00223920110316143844.pdf

Corey Mitchell
Land Department
Mewbourne Oil Company
500 West Texas, Suite 1020
Midland, TX 79701
Bus. (432) 682-3715
Fax (432) 685-4170

Send Result Report



MFP

TASKalfa 520i

Firmware Version 2KS_2F00.006.016 2010.09.18

03/16/2011 14:45
[2KS_1000.006.001] [2KS_1100.001.002] [2KS_7000.006.012]

Job No.: 002244

Total Time: 0°00'45"

Page: 003

Complete

Document: doc00224420110316144334

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

FACSIMILE TRANSMITTAL COVER SHEET

DATE: 3-16-2011

PAGE 1 of 3 PAGES

TO: Ken Dixon COMPANY: Nearburg

FACSIMILE NO.: (432) 686-7806 PHONE NO.: _____

FROM: _____

No.	Date and Time	Destination	Times	Type	Result	Resolution/ECM
001	03/16/11 14:44	6867806	0°00'45"	FAX	OK	200x100 Normal/On

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

FACSIMILE TRANSMITTAL COVER SHEET

DATE: 3-16-2011

PAGE 1 of 3 PAGES

TO: Ken Dixon COMPANY: Nearburg

FACSIMILE NO.: (432) 686-7806 PHONE NO.: _____

FROM: Corey Mitchell

MESSAGE: _____

- Please see attached well proposal for the Wyatt Draw
"NF" Fed Com #14 Well. Let me know if you have any
questions.

Thanks,

Corey Mitchell

CONFIDENTIALITY NOTE: The information contained in this facsimile message is confidential and is intended only for the use of the individual or entity named above. Dissemination of this facsimile to anyone else is strictly prohibited. If you have received this facsimile in error, please notify us by telephone immediately.

Wright 24/25 NE #14

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Nearburg Exploration, LLC
 3300 North "A" Street
 Bldg. 2, Ste. 120
 Midland, Texas 79705

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent
 B. Received by (Printed Name) Addressee
 C. Date of Delivery
 D. Is delivery address different from item 1? Yes
 if YES, enter delivery address below: No

David Dobb
David Dobb
 3-18-11

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.
 4. Restricted Delivery? (Extra Fee) Yes

2. Article Number

(Transfer from service label)

7009 2250 0000 0617 4962

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

March 16, 2011

Via Fax (432) 686-7806; Email KDixon@nearburg.com
and Certified Mail-Return Receipt No. 4962

Nearburg Exploration Company, LLC
3300 North "A" Street, Bldg. 2, Ste. 120
Midland, Texas 79705
Attn: Mr. Ken Dixon

Re: Wyatt Draw "24/25" NF Fed Com No. 1H Well
1650' FSL & 2290' FWL (SL) (Sec. 24)
2310' FNL & 2290' FWL (BHL) (Sec. 25)
Section 24/25, T19S, R25E
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company (Mewbourne) hereby proposes to drill the captioned well at the referenced surface location (SL) to the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth (TVD) of approximately 2,765 feet subsurface to evaluate the Yeso formation for oil production. The proposed well will have a horizontal measured depth (MD) of approximately 6,480 feet. The SE/4SW/4 of the captioned Section 24 and the E/2NW/4 of the captioned Section 25 will be dedicated to the well as the oil proration unit.

Regarding the above, enclosed for your further handling is our AFE dated December 20, 2010 for the captioned well. In the event your firm elects to participate in the captioned proposed well, please have the enclosed AFE executed and return to me within thirty (30) days.

Should you have any questions regarding the above, please email me at cmitchell@mewbourne.com or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY



Corey Mitchell
Landman

Corey Mitchell/Mewbourne
03/17/2011 09:33 AM

To "Russell Wickman" <rwickman@nearburg.com>
cc
bcc
Subject Wyatt Draw 24/25 NF Fed Com No. 1H

Russell,

Per our conversation, please see attached revised AFE for the Wyatt Draw 24/25 NF Fed Com No. 1H Well. Please substitute the attached AFE for the one I provided you yesterday. Let me know if you have any questions. Thanks. Have a great day.



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Corey Mitchell
Land Department
Mewbourne Oil Company
500 West Texas, Suite 1020
Midland, TX 79701
Bus. (432) 682-3715
Fax (432) 685-4170

Corey Mitchell/Mewbourne
04/06/2011 01:23 PM

To "Russell Wickman" <rwickman@nearburg.com>
cc
bcc

Subject Wyatt Draw 24/25 NF Fed Com No. 1H

Russell,

I believe Nearburg's election under Order R-13369 regarding the Wyatt Draw 24 KC No. 1H Well is due this week. If Nearburg is going to participate under the Order, please send me an executed AFE along with the check in the respective amount for Nearburg's cost for the well. Other wise, Nearburg's interest will be considered pooled under the Order.

Also, I just wanted to give you a heads up and let you know we are going to go ahead and commence compulsory pooling for the Wyatt Draw 24/25 NF Fed Com No. 1H Well in the next week or so. More than likely the hearing will be on May 12, 2011. Once again, we have an obligation date we must meet on a BP (Apache) lease in the S/2 of Section 24. I have to get it ready. We currently have this well set to spud late May/early June and do not have much wiggle room on our drilling schedule. Nearburg is the only party not subject to the Operating Agreement. If there is any way you can expedite your decision on what Nearburg wants to do, whether that be a trade or participate, it will be very helpful. Hopefully we will be able to work something out. As always, we will release Nearburg as soon as we are able to work out an agreement. Let me know if you have any questions. Sorry for any inconvenience. Thanks Russell. Have a good day.

Corey Mitchell
Land Department
Mewbourne Oil Company
500 West Texas, Suite 1020
Midland, TX 79701
Bus. (432) 682-3715
Fax (432) 685-4170