State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary **Dylan M. Fuge, Director** Oil Conservation Division



Dylan M. Fuge Deputy Secretary (Acting)

Ms. Ariana Rodriques

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ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8669

Mewbourne Oil Company [OGRID 14744] El Mar 21 W2DM Federal Com Well No. 2H API No. 30-025-50813

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	175 FNL & 940 FWL	D	21	26S	33E	Lea
First Take Point	100 FNL & 1300 FWL	D	21	26S	33E	Lea
Last Take Point/	100 FSL & 1300 FWL	M	21	26S	33E	Lea
Terminus						

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
W/2 of Section 21	320	Salado Draw; Wolfcamp (GAS)	84410

Reference is made to your application received on October 17th, 2023.

You have requested to drill this horizontal well at an unorthodox Gas well location described above in the referenced pool or formation. 19.15.16.15(B)(3)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter section or equivalent.

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

Section 16, encroachment to the SW/4 Section 28, 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 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Administrative Order NSL - 8669 Mewbourne Oil Company Page 2 of 2

Division understands you are seeking this unorthodox location in order to maximize the recovery of oil and gas reserves within the Saldo Draw; Wolfcamp (Gas) Pool. Therefore, preventing waste within the W/2 Section 21 of the referenced horizontal spacing unit.

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 19.15.15.13 (B) 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: 11/15/23

DYLAN M. FUGE Division Director

DMF/lrl

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 286447

CONDITIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
	Action Number:
Hobbs, NM 88241	286447
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
Бу		
llowe	None	11/16/2023