

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Melanie A. Kenderdine
Cabinet Secretary

Ben Shelton
Deputy Secretary

Erin Taylor
Deputy Secretary

Albert C.S. Chang
Division Director
Oil Conservation Division



Mitch Robb
mrobb@mewbourne.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL – 9137

**Mewbourne Oil Company [OGRID 14744]
Texas Toothpick 12 13 Federal Com Well No. 718H
API No. 30-015-PENDING**

Reference is made to your application received on October 1st, 2025.

Proposed Location

| | Footages | Unit/Lot | Sec. | Twsp | Range | County |
|------------------------------|--------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface | 375 FSL & 2440 FWL | N | 01 | 20S | 30E | Eddy |
| First Take Point | 100 FNL & 660 FEL | A | 12 | 20S | 30E | Eddy |
| Last Take Point/ Terminus | 100 FSL & 660 FEL | P | 13 | 20S | 30E | Eddy |

Proposed Horizontal Units

| Description | Acres | Pool | Pool Code |
|--------------------|--------------|--------------------|------------------|
| E/2 Section 12 | 640 | Big Eddy; Wolfcamp | 72120 |
| E/2 Section 13 | | | |

You have requested to drill this horizontal well at an unorthodox 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 **gas** 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. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the

Administrative Order NSL - 9137
Mewbourne Oil Company
Page 2 of 2

completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 660 feet for a **gas** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 330 feet for a **gas** in the horizontal plane, to any outer boundary of the horizontal spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

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

Section 01, encroachment to the SE/4
Section 24, encroachment to the NE/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.

Division understands you are seeking this unorthodox location in order to maximize the recovery of oil and gas reserves within the Wolfcamp formation underlying the E/2 Section 12 and the E/2 Section 13. Thereby preventing waste and protecting correlative rights within the unit and affected tracts.

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.



Albert C.S. Chang
Division Director
AC/lrl

Date: 1/5/2026

ID NO. 511044

NSL - 9137

Revised March 23, 2017

| | | | |
|--------------------|-----------|-------|---------|
| RECEIVED: 10/01/25 | REVIEWER: | TYPE: | APP NO: |
|--------------------|-----------|-------|---------|

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**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

Applicant: Mewbourne Oil Company **OGRID Number:** 14744
Well Name: Texas Toothpick 12/13 Fed Com #718H **API:** 30-015-PENDING
Pool: Big Eddy; Wolfcamp (Gas) **Pool Code:** 72120

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location – Spacing Unit – Simultaneous Dedication
☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

- B. Check one only for [I] or [II]
 [I] Commingling – Storage – Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
 [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
 A. ☒ Offset operators or lease holders
 B. ☐ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☐ Notification and/or concurrent approval by SLO
 E. ☐ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☒ For all of the above, proof of notification or publication is attached, and/or,
 H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application
 Content
 Complete

- 3) **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.

Mitch Robb

Print or Type Name

Signature

9/25/2025

Date

432-682-3715

Phone Number

mrobb@mewbourne.com

e-mail Address

MEWBOURNE OIL COMPANY

414 West Texas Avenue
Midland, Texas 79701
Phone (432) 682-3715

July 29, 2025

Via Certified Mail

New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505
Attn: Mr. Leonard Lowe
OCD Engineer

Re: Application for Unorthodox Well Location
Texas Toothpick 12/13 Fed Com #718H (API #30-015-Pending)
Surface Location: 375 FSL & 2440 FWL (Unit N) (Sec. 1)
Proposed First Perf: 100 FNL & 660 FEL (Unit A) (Sec. 12)
Bottomhole Location: 100 FSL & 660 FEL (Unit P) (Sec. 13)
Proposed Last Perf: 100 FSL & 660 FEL (Unit P) (Sec. 13)

Sections 12 & 13 – T20S- R30E, NMPM
Eddy County, New Mexico

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, Mewbourne Oil Company (“Mewbourne”) respectfully requests administrative approval of an unorthodox gas well location for the above captioned Texas Toothpick 12/13 Fed Com #718H well. This well will be drilled as a horizontal gas well in the Big Eddy; Wolfcamp (Gas) Pool (72120).

The above well will be dedicated to a standard 640-acre gas spacing and proration unit comprising the E/2 of Section 12 and the E/2 of Section 13.

The Big Eddy; Wolfcamp (Gas) Pool requires standard 320-acre gas spacing and proration units with wells to be located no closer than 330 feet to the outer boundary of the spacing unit, nor closer than 10 feet to any interior quarter-quarter section line or subdivision inner boundary, or in the case of a horizontal well, no closer than 330 feet to the outer boundary of the producing area.

The unorthodox location is necessary in order to maximize the recovery of oil and gas reserves from the Wolfcamp formation underlying the E/2 of Section 12 and the E/2 of Section 13.

The affected offset acreage comprises the SE/4 of Section 1 and the NE/4 of Section 24, T20S-R30E NMPM (See Attached Map). Consequently, notice of this application is being provided to the affected parties listed herein.

Attached is a Form C-102 showing the surface, first take point, and bottomhole locations for the above captioned wells. Also, attached is a map showing the affected offset acreage and a horizontal well plan.

In summary, approval of the application will provide Mewbourne Oil Company the opportunity to recover additional oil and gas reserves from the Big Eddy; Wolfcamp (Gas) Pool underlying Sections 12 and 13 that may otherwise not be recovered, thereby preventing waste, and will not violate correlative rights.

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

Sincerely,

MEWBOURNE OIL COMPANY

A handwritten signature in blue ink, appearing to read 'MRobb', is positioned above the typed name.

Mitch Robb
Landman

| | | | | |
|--|---|-------------------------------------|----------------------|---|
| C-102 Submit Electronically Via OCD Permitting | State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION | | Revised July 9, 2024 | |
| | | | Submittal Type: | <input checked="" type="checkbox"/> Initial Submittal |
| | | | | <input type="checkbox"/> Amended Report |
| | | <input type="checkbox"/> As Drilled | | |

WELL LOCATION INFORMATION

| | | |
|--|---|--|
| API Number 30-015-PENDING | Pool Code 72120 | Pool Name BIG EDDY; WOLFCAMP (GAS) |
| Property Code | Property Name TEXAS TOOTHPICK 12/13 FED COM | Well Number 718H |
| OGRID No. 14744 | Operator Name MEWBOURNE OIL COMPANY | Ground Level Elevation 3325' |
| Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal | | Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal |

Surface Location

| | | | | | | | | | |
|----------------|---------------------|------------------------|---------------------|-----|--------------------------------|---------------------------------|---------------------------------|-----------------------------------|-----------------------|
| UL N | Section 1 | Township 20S | Range 30E | Lot | Ft. from N/S 375 FSL | Ft. from E/W 2440 FWL | Latitude 32.5960906°N | Longitude 103.9263311°W | County EDDY |
|----------------|---------------------|------------------------|---------------------|-----|--------------------------------|---------------------------------|---------------------------------|-----------------------------------|-----------------------|

Bottom Hole Location

| | | | | | | | | | |
|----------------|----------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|
| UL P | Section 13 | Township 20S | Range 30E | Lot | Ft. from N/S 100 FSL | Ft. from E/W 660 FEL | Latitude 32.5663225°N | Longitude 103.9192192°W | County EDDY |
|----------------|----------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|

| | | | | |
|-------------------------------|--|-------------------|---|--------------------------------|
| Dedicated Acres 640 | Infill or Defining Well DEFINING | Defining Well API | Overlapping Spacing Unit (Y/N) N | Consolidation Code C |
| Order Numbers: N/A | | | Well setbacks are under Common Ownership: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | |

Kick Off Point (KOP)

| | | | | | | | | | |
|----------------|---------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|
| UL P | Section 1 | Township 20S | Range 30E | Lot | Ft. from N/S 473 FSL | Ft. from E/W 660 FEL | Latitude 32.5963746°N | Longitude 103.9191474°W | County EDDY |
|----------------|---------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|

First Take Point (FTP)

| | | | | | | | | | |
|----------------|----------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|
| UL A | Section 12 | Township 20S | Range 30E | Lot | Ft. from N/S 100 FNL | Ft. from E/W 660 FEL | Latitude 32.5947999°N | Longitude 103.9191510°W | County EDDY |
|----------------|----------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|

Last Take Point (LTP)

| | | | | | | | | | |
|----------------|----------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|
| UL P | Section 13 | Township 20S | Range 30E | Lot | Ft. from N/S 100 FSL | Ft. from E/W 660 FEL | Latitude 32.5663225°N | Longitude 103.9192192°W | County EDDY |
|----------------|----------------------|------------------------|---------------------|-----|--------------------------------|--------------------------------|---------------------------------|-----------------------------------|-----------------------|

| | | |
|---|--|---|
| Unitized Area or Area of Uniform Interest N/A | Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical | Ground Floor Elevation: 3353' |
|---|--|---|

OPERATOR CERTIFICATIONS

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Brett Miller 07/28/2025

Signature

Date

Brett Miller

Printed Name

brett.miller@mewbourne.com

Email Address

SURVEYOR CERTIFICATIONS

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



Signature and Seal of Professional Surveyor

Robert M. Howett

Certificate Number

19680

Date of Survey

01/16/2025

Note: 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.

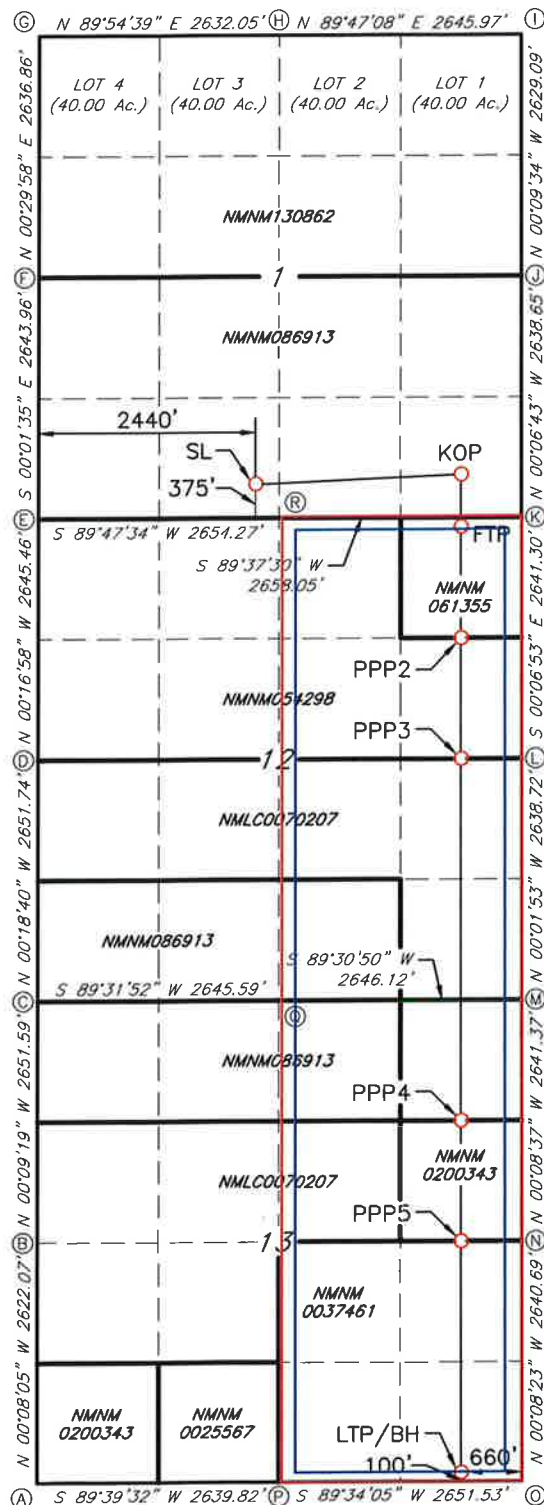
JOB #: LS25010077D2

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is a directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

TEXAS TOOTHPICK 12/13 FED COM #718H



GEODETIC DATA
NAD 83 GRID - NM EAST

SURFACE LOCATION (SL)
375' FSL - 2440' FWL SEC.1
N: 580828.3 - E: 666680.7

LAT: 32.5960906° N
LONG: 103.9263311° W

KICK OFF POINT (KOP)
473' FSL - 660' FEL SEC.1
N: 580940.2 - E: 668892.7

LAT: 32.5963746° N
LONG: 103.9191474° W

FIRST TAKE POINT (FTP)
100' FNL - 660' FEL SEC.12
N: 580367.3 - E: 668893.8

LAT: 32.5947999° N
LONG: 103.9191510° W

PROPOSED PENETRATION POINT 2 (PPP2)
1320' FNL - 660' FEL SEC.12
N: 579147.2 - E: 668896.1

LAT: 32.5914461° N
LONG: 103.9191591° W

PROPOSED PENETRATION POINT 3 (PPP3)
2641' FSL - 660' FEL SEC.12
N: 577827.0 - E: 668898.5

LAT: 32.5878175° N
LONG: 103.9191678° W

PROPOSED PENETRATION POINT 4 (PPP4)
1321' FNL - 658' FEL SEC.13
N: 573866.3 - E: 668905.9

LAT: 32.5769306° N
LONG: 103.9191938° W

PROPOSED PENETRATION POINT 5 (PPP5)
2639' FSL - 659' FEL SEC.13
N: 572545.3 - E: 668908.4

LAT: 32.5732996° N
LONG: 103.9192025° W

LAST TAKE POINT/BOTTOM HOLE (LTP/BH)
100' FNL - 660' FEL SEC.13
N: 570007.0 - E: 668913.1

LAT: 32.5663225° N
LONG: 103.9192192° W

CORNER DATA
NAD 83 GRID - NM EAST

A: FOUND BRASS CAP "1943"
N: 569876.3 - E: 664283.2

J: FOUND BRASS CAP "1943"
N: 583109.6 - E: 669548.3

B: FOUND BRASS CAP "1943"
N: 572497.7 - E: 664277.0

K: FOUND BRASS CAP "1943"
N: 580471.6 - E: 669553.4

C: FOUND BRASS CAP "1943"
N: 575148.7 - E: 664269.8

L: FOUND BRASS CAP "1943"
N: 577830.9 - E: 669558.7

D: FOUND BRASS CAP "1943"
N: 577799.8 - E: 664255.5

M: FOUND BRASS CAP "1943"
N: 575192.8 - E: 669560.1

E: FOUND BRASS CAP "1943"
N: 580444.6 - E: 664242.4

N: FOUND BRASS CAP "1943"
N: 572552.1 - E: 669566.8

F: FOUND BRASS CAP "1943"
N: 583088.0 - E: 664241.2

O: FOUND BRASS CAP "1943"
N: 569912.0 - E: 669573.2

G: CALCULATED CORNER
N: 585724.1 - E: 664264.2

P: FOUND BRASS CAP "1943"
N: 569892.0 - E: 666922.3

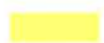
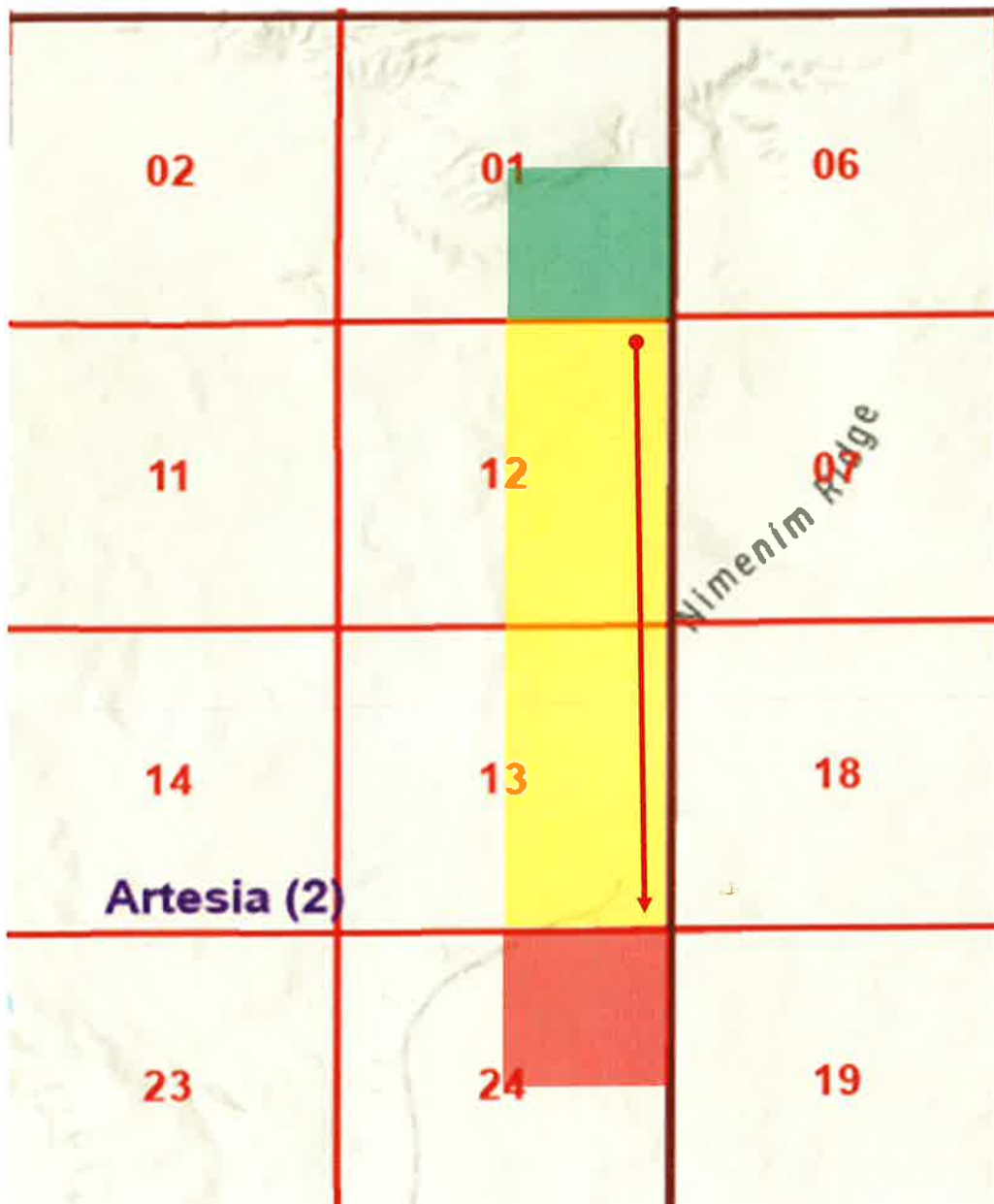
H: FOUND BRASS CAP "1943"
N: 585728.2 - E: 666895.6

Q: FOUND BRASS CAP "1943"
N: 575170.4 - E: 666914.7

I: FOUND BRASS CAP "1916"
N: 585738.1 - E: 669540.9

R: FOUND BRASS CAP "1943"
N: 580454.2 - E: 666896.0

JOB #: LS25010077D2

Offset Plat – Texas Toothpick 12/13 Fed Com #718H

Horizontal Spacing Unit

Offset Owner – Multiple Owners (Working Interest)

Offset Owner – Mewbourne Oil Company (Operator)



Wellbore

List of Affected Parties

| Owner Name | Type & Location | Date Letter Sent & Tracking |
|---|--|-------------------------------------|
| Bureau of Land Management 301 Dinosaur Trail Santa Fe, NM 87508 | Mineral Owner SE/4 of Section 1 & NE/4 of Section 24 | 9/25/2025 9414836208551288381826 |
| EOG Resources, Inc. 5509 Champions Drive Midland, TX 79706 Attn: Ellarie Sutton | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| MRC Permian Company One Lincoln Center 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240 | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Occidental Permian Limited Partnership OXY Y-1 Company 5 Greenway Plaza, Suite 110 Houston, Texas 77046 Attn: Jonathan Gonzales | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Lynda McMillan Ballard 5425 Billy Casper Drive Billings, MT 59106 | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Capulin Production, LLC 2525 Raymond Place Billings, MT 59102 | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Jalapeno Corporation P.O. Box 1608 Albuquerque, NM 87103 Attn: Emmons Yates | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |

| | | |
|---|---|-------------------------------------|
| TRNCO Petroleum Corporation PO Box 51807 Midland, TX 79710 | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Rockwood Resources LLC 4450 Oak Park Lane, Suite 101897 Fort Worth, TX 76109 | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Yates Energy Corporation P.O. Box 2323 Roswell, NM 88202 | Working Interest Owner SE/4 of Section 1 | 9/25/2025 9414836208551288381826 |
| Mewbourne Oil Company 414 West Texas Avenue Midland, TX 79701 | Operator NE/4 of Section 24 | N/A |

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

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

CONDITIONS

Action 511044

CONDITIONS

| | |
|---|--|
| Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241 | OGRID: 14744 |
| | Action Number: 511044 |
| | Action Type: [UF-NSL] Non-Standard Location (NSL) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|--|----------------|
| llowe | This NSL order was approved with a pending API number. The owner of the NSL shall update the OCD when an API number is assigned to the pending APD by sending an e-mail to ocd.engineer@emnrd.nm.gov . TITLED: (Updating NSL-XXX with API number of the Well Name). The text of the email shall contain: NSL order number, API number and Well Name. If the Well name does not match the name on the NSL order. The order will be annulled. | 1/7/2026 |