STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY TO AMEND ORDER NO. R-21528, LEA COUNTY, NEW MEXICO

Case No. 21910 Order No. R-21528

APPLICATION

Mewbourne Oil Company ("Mewbourne") (OGRID No. 14744), by and through the undersigned counsel, files this application requesting that the Oil Conservation Division ("Division") amend Order No. R-21528 to extend the deadline for Mewbourne to commence drilling the authorized well until November 13, 2022. In support of its application, Mewbourne states the following:

- 1. Division Order No. R-21528 ("Order"), entered on November 13, 2020 in Case No. 21391, approved a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2N/2 of Sections 3 and 4, Township 18 South, Range 32 East, in Lea County, New Mexico ("Unit") and designated Mewbourne as the operator of the Unit. The Order further pooled the uncommitted interests within the Bone Spring formation (Young Bone Spring North Pool (Code 65350)) underlying the Unit and dedicated the Unit to the Eastwatch 4/3 B2EH Fed Com #1H well ("Well").
- 2. Paragraphs 19 and 20 of the Order require Mewbourne to commence drilling the well within one (1) year from the date the order was issued unless it obtains a time extension from the Division Director for good cause shown.
- 3. Due to delays associated with federal permitting since the Order was issued, Mewbourne revised its drilling schedule and intends to commence drilling operations for the Well

after November 13, 2021. Accordingly, good cause exists to extend the deadline for Mewbourne to commence drilling the authorized well until November 13, 2022, which is one year from the deadline contained in the original order.

4. Mewbourne requests that the other provisions of the Order remain in force and effect.

WHEREFORE, Mewbourne requests this application be set for hearing on June 3, 2021, and, after notice and hearing, the Division amend Order No. R-21528 to extend the deadline for Mewbourne to commence drilling the Well until November 13, 2022.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy Michael Rodriguez P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com mrodriguez@hinklelawfirm.com

Counsel for Mewbourne Oil Company