#### **CASE NO. 22337**

## APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

#### MEWBOURNE OIL COMPANY'S EXHIBIT LIST

- 1. Application and Proposed Notice
- 2. Landman's Affidavit
- 3. Geologist's Affidavit
- 4. Affidavit of Mailing
- 5. Affidavit of Publication
- 6. Pooling Checklist

### BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 22337

#### **APPLICATION**

Mewbourne Oil Company applies for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the S½SE¼ of Section 3 and the S½S½ of Section 2, Township 18 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the  $S\frac{1}{2}SE\frac{1}{4}$  of Section 3 and the  $S\frac{1}{2}S\frac{1}{2}$  of Section 2, and has the right to drill a well thereon.
- 2. Applicant proposes to drill the Swanson 3/2 B2OP Fed. Com. Well No. 1H to a depth sufficient to test the Bone Spring formation, and to dedicate the S½SE¼ of Section 3 and the S½S½ of Section 2 to the well. The well is a horizontal well, with a first take point in the SW¼SE¼ of Section 3 and a last take point in the SE¼SE¼ of Section 2.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the  $S\frac{1}{2}SE\frac{1}{4}$  of Section 3 and the  $S\frac{1}{2}S\frac{1}{2}$  of Section 2 for the purposes set forth herein.
- 4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the Bone Spring

**EXHIBIT** 

formation underlying  $S\frac{1}{2}SE\frac{1}{4}$  of Section 3 and the  $S\frac{1}{2}S\frac{1}{2}$  of Section 2, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interest owners in the Bone Spring formation underlying the  $S\frac{1}{2}SE\frac{1}{4}$  of Section 3 and the  $S\frac{1}{2}S\frac{1}{2}$  of Section 2 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

**WHEREFORE**, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all mineral interest owners in the Bone Spring formation underlying the S½SE¼ of Section 3 and the S½S½ of Section 2;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling, completing, and equipping the well, and allocating the cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling, completing, and equipping the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the S/2SE/4 of Section 3 and the S/2S/2 of Section 2, Township 18 South, Range 29 East, NMPM. The unit will be dedicated to the Swanson 3/2 B2OP Fed. Com. Well No. 1H, a horizontal well with a first take point in the SW/4SE/4 of Section 3 and a last take point in the SE/4SE/4 of Section 2. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 5 miles southwest of Loco Hills, New Mexico.

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF MEWBOURNE OIL COMPANY COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 22335

#### **VERIFIED STATEMENT OF ADRIANA SALGADO**

Adriana Salgado, being duly sworn upon her oath, deposes and states:

- 1. I am a Landman for Mewbourne Oil Company ("Mewbourne") and have personal knowledge of the matters stated herein. I have worked as a landman for almost four years. I hold a Bachelor of Arts Degree in Humanities from the University of Texas of the Permian Basin. I have 4 years of land work experience with Apache Corporation, prior to working at Mewbourne Oil Company. Collectively, I have 10 years of land work experience.
- 2. Pursuant to NMAC 19.15.4.12.A(1), the following information is submitted in support of the compulsory pooling application filed herein:
  - (a) The purpose of this application is to force pool working interest owners into the Bone Spring formation horizontal spacing unit described below, and in wells to be drilled in the unit.
  - (b) No opposition is expected because the interest owners being pooled have been contacted regarding the proposed well, but have failed or refused to voluntarily commit their interests to the well. All interest owners have been located.
  - (c) A plat outlining the unit being pooled is attached hereto as Exhibit 1. Mewbourne seeks an order approving a 240.00-acre horizontal spacing unit in the Bone Spring formation comprised of the S2S2 of Section 2 and the S2SE4 of Section 3, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico. The unit will be dedicated to the Swanson 3/2 B2OP Fed Com #1H. There are no depth severances in the Bone Spring Formation.
  - (d) The parties being pooled and their interests are set forth in Exhibit 2. Their current and correct addresses are also set forth.

**EXHIBIT** 



- (e) Exhibit 3 contains a summary of contacts with the interest owners, together with copies of the proposal letters sent to them and delivery receipts for each.
- (f) In order to locate the interest owners, Mewbourne examined the county records, performed internet searches, checked telephone records, and searched pertinent computer searches.
- (g) Mewbourne has made a good faith effort to obtain the voluntary joinder of the working interest owners in the proposed well.
- (h) Mewbourne has the right to pool the overriding royalty owners in the well unit.
- (i) Exhibit 4 is the Authorization for Expenditure for the proposed well. The estimated cost of the well set forth therein is fair and reasonable, and is comparable to the costs of other wells of similar depth and length drilled in this area Eddy County.
- (j) Mewbourne requests overhead and administrative rates of \$8000/month for a drilling well and \$800/month for a producing well. These rates are fair, and comparable to the rates charged by other operators for wells of this type in this portion of Eddy County. Mewbourne requests that these rates be adjusted periodically as provided in the standard COPAS. Accounting Procedure.
- (k) Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (l) Applicant requests that it be designated operator of the well.
- (m) The attachments to this affidavit were prepared by me or under my supervision or compiled from company business records.
- (n) The granting of this application is in the interests of conservation and the prevention of waste.

VERIFICA	ATIO	N
----------	------	---

STATE OF TEXAS	)
	) ss.
COUNTY OF MIDLAND	)

Adriana Salgado, being duly sworn upon his oath, deposes and states that: She is a Landman for Mewbourne Oil Company; she is authorized to make this verification on its behalf; she has read the foregoing statement, and knows the contents thereof; and the same is true and correct to the best of her knowledge, information, and belief.

SUBSCRIBED AND SWORN TO before me this 16th day of November, 2021 by Adriana

Salgado.

My Commission Expires: 8-28-22

### **EXHIBIT 1**

#### Section Plat

Swanson 3/2 B2OP Fed Com #1H S/2S/2 of Section 2 & S/2SE/4 of Section 3 T18S-R29E, Eddy County, NM

Section 3

Section 2

	Tract 4	Tract 3	Tract 2	Tract 1

#### Tract 1: S2SE of Section 2 - State Lease B-6846

Mewbourne Oil Company
Mark B. Heinen\*
Mel Riggs\*
Mark Tisdale\*
Debra Denise Latham, Ttee of Fam Tr under will of Lindley Paul
Latham, dec\*
Greg Benton\*
John Kennedy\*
Longfellow LH, LLC\*

#### Tract 2: SESW of Section 2 - State Lease B-5524

Mewbourne Oil Company Joel R. Miller Energy, LP Tract 3: SWSW of Section 2 - State Lease B-5524

Mewbourne Oil Company

Tract 4: S2SE of Section 3 - Federal Lease LC 058480

Mewbourne Oil Company EOG Resources, Inc.\*

<sup>\*</sup>Indicates parties being pooled.

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

State of New Mexico

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

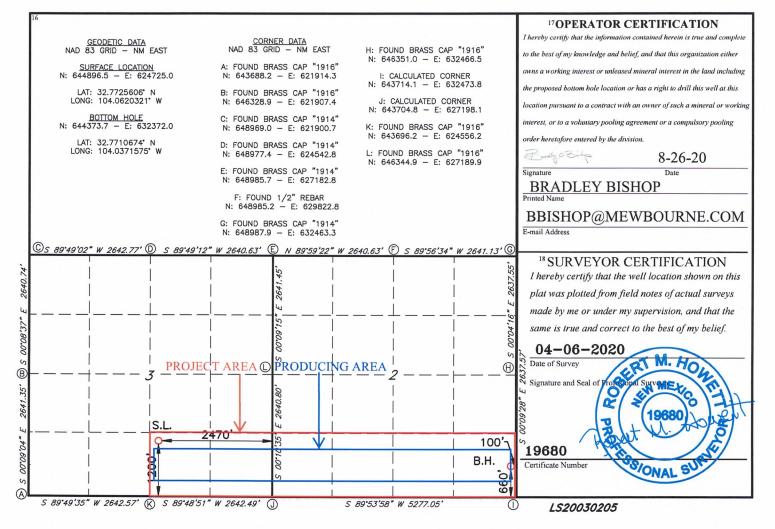
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	API Number			<sup>2</sup> Pool Code 96832		SAN	<sup>3</sup> Pool Nat ID TANK; B		ING
<sup>4</sup> Property Co	ode			SWANS	5 Property N	ame 20P FED CO	M		<sup>6</sup> Well Number <b>1 H</b>
70GRID 1474				MEWI	8 Operator N BOURNE OI	L COMPANY			<sup>9</sup> Elevation <b>3499</b>
					10 Surface	Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West lin	ne County
0	3	18S	29E		1200	SOUTH	2470	EAST	EDDY
			11 ]	Bottom F	Hole Location	If Different Fr	om Surface		
						N. 1 (0 1 1)	T . C .1	T ./XX7 . 1"	C

Township Feet from the North/South line Feet from the East/West line County UL or lot no. Section Range Lot Idn SOUTH EAST **EDDY 18S** 29E 660 100 12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No 240

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



### **EXHIBIT 2**

TRACT OWNERSHIP - CONTRACTUAL
Swanson 3/2 B2OP Fed Com #1H
S/2S/2 of Section 2 & S/2SE/4 of Section 3,
Township 18 South, Range 29 East
Eddy County, New Mexico

#### **Bone Spring Formation:**

Mewbourne Oil Company 500 West Texas, Ste. 1020 Midland, Texas 79701	<u>% Leasehold Interest</u> 50.981041%
*EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706	40.666667%
*Mark B. Heinen 122 Mountain Spring Drive Boerne, Texas 78006	2.106667%
*Mel Riggs 2513 Regency Oaks Drive Midland, Texas 79705	1.690000%
*Mark Tisdale 6951 Sundrise Cirle Midland, Texas 79707	1.690000%
Joel R. Miller Energy, LP P.O. Box 3003 Midland, Texas 79702	1.500000%
*OXY Y-1 Company 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521	0.583333%
*Debra Denise Latham, Trustee of Family Trust under Will of Lindley Paul Latham, deceased 954 River Forest Drive New Braunfels, Texas 78132	0.162500%
*Earl Russell Emmons 134 Nesmith Rd. Abilene, Texas 79602-0511	0.104167%

*John Charles Emmons 134 Nesmith Rd. Abilene, Texas 79602-0511		0.104167%
*Greg Benton P.O. Box 52408 Midland, Texas 79710		0.067763%
*John Kennedy 1724 Normandy Lane Midland, Texas 79705		0.067681%
*Longfellow LH, LLC 16803 Dallas Parkway Addison, Texas 75001		0.067681%
*George Najar, Personal Representative of Estate of Roland Najar, deceased 3904 Allendale Street Colleyville, Texas 76034		0.052083%
*David Najar C 827 N. Hawthorne Lane Indianapolis, Indiana 46219		0.031250%
*Jeffrey Najar 3417 W. Wyndam Lane Durham, North Carolina 27705		0.031250%
*Susan Nishio 5613 Excalibur Place Columbus, Ohio 43235		0.031250%
*Elizabeth Najar 4206 Shadow Elm Woods San Antonio, Texas 78249		0.031250%
*George Najar 3904 Allendale Street Colleyville, Texas 76034		0.031250%
	Total	100.00000%

<sup>\*</sup>Total interest being pooled: 47.518959%

## **EXHIBIT 3**

Swanson 3/2 B2JI Fed Com #1H Swanson 3/2 B2OP Fed Com #1H

Date:	Communicated with:	Comments/Actions:
7/28/2021	Land Manager	Mailed well proposals via certified mail dated 7/28/2021
7/30/2021		Certified Mail receipt showed successful delivery at 4:58 PM
8/3/2021	Chris Leyendecker	Chris contacted me asking for spud, completion dates.
8/3/2021	Chris Leyendecker	Emailed Chris responding with estimated dates he requested.
10/6/2021	Land Manager	Mailed proposed JOA via certified mail dated 10/6/2021
10/7/2021		Certified Mail receipt showed successful delivery at 11:40 PM

Company Na	me: Mark B. Heinen	
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
11/16/2021		Certified Mail receipt shows the packet is still in transit as of 7/14/2020.
10/6/2021	Land Manager	Mailed proposed JOA via certified mail dated 10/6/2021
10/8/2021		Certified Mail receipt showed successful delivery at 11:55 AM

Company Na	me: Mel Riggs	
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
11/16/2021		Certified Mail receipt shows the packet is still in transit as of 7/14/2020.
10/6/2021	Land Manager	Mailed proposed JOA via certified mail dated 10/6/2021
10/7/2021		Certified Mail receipt showed successful delivery at 5:33 PM

Company Na	ame: Mark Tisdale	
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
7/16/2020		Certified Mail receipt showed successful delivery at 11:01 AM
10/6/2021	Land Manager	Mailed proposed JOA via certified mail dated 10/6/2021
10/7/2021		Certified Mail receipt showed successful delivery at 5:33 PM

Company No	me: OXY Y-1 Company	
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
7/18/2020		Certified Mail receipt showed successful delivery at 10:31 AM
7/29/2020	Jonathan Gonzales	Emailed me asking questions on these wells
7/29/2020	Jonathan Gonzales	Emailed Jonathan responding to his questions
1/12/2021	Jonathan Gonzales	Emailed Jonathan asking for their elections on the proposals and
		letting him know we will force pool soon.

Jonathan Gonzales	Emailed me stating that OXY wouldn't make an election until they were pooled .
Jonathan Gonzales	Emailed Jonathan responding to his questions asking for
Jonathan Gonzales	estimated spud dates.
Janathan Canzalas	Emailed me asking for spud dates again.
	Emailed Ine asking for spud dates again.  Emailed Jonathan with spud dates.
	Emailed no asking me if we were going to re-ballot for these
Jonathan Gonzales	wells.
Jonathan Gonzales	Emailed Jonathan telling him that we could re-ballot 30 days prior to spud, if they signed a JOA for the WIU. Also, I let him know we would have to move forward with pooling.
Jonathan Gonzales	Emailed me letting me know he would let the technical team know since they are still reviewing the wells. He expressed they'd rather work with us than be pooled.
Jonathan Gonzales	Emailed Jonathan letting him know that we'd prefer not to pool them either, and we are willing to work with them up to spud of the wells.
Jonathan Gonzales	Jonathan called me and stated they think they can get the JOA signed once they review it.
Jonathan Gonzales	Jonathan emailed me with a couple of questions.
Jonathan Gonzales	Emailed Jonathan with all the title information he requested.
Jonathan Gonzales	Emailed me asking for an explanation of OXY's working interest.
Jonathan Gonzales	Emailed Jonathan with the WI explanation.
Jonathan Gonzales	Emailed me regarding our manager's FOA negotiations, and asked about the TO not crediting them with correct interest.
Jonathan Gonzales	Emailed Jonathan letting him know that I had called our attorney to discuss their TO concern.
Bill Burford	I called our attorney, Bill, who rendered the TO, and asked him about OXY's interest concern.
Bill Burford	Emailed Bill to follow-up to my phone call on 9/28/2021.
Bill Burford	Emailed me regarding an explanation of OXY's WI he credited.
Bill Burford	I forwarded Jonathan from OXY's email response to his explanation.
Jonathan Gonzales	I forwarded Bill's responses to Jonathan regarding their WI issue.
Jonathan Gonzales	Emailed me thanking me for the explanation from Bill on the WI issue.
Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
	Certified Mail receipt showed successful delivery at 11:55 AM
	Jonathan Gonzales Bill Burford Bill Burford Bill Burford Bill Burford

Company Na	me: Debra Denise Lathar	m, Ttee of Fam Trust under Will of Lindley Paul Latham, deceased
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
7/27/2020		Certified Mail receipt showed successful delivery at 1:14 PM
10/6/2021	Land Manager	Mail JOA proposal via certified mail dated 10/6/2021.
10/27/2021		Certified Mail returned to sender as unclaimed.

Company Na	me: Earl Emmons	
Date:	Communicated with:	Comments/Actions:
6/9/2021		Mailed well proposals via certified mail dated 6/9/2021.
6/16/2021		Certified Mail receipt showed successful delivery at 4:52 PM
10/6/2021		Mail JOA proposal via certified mail dated 10/6/2021.
10/7/2021		Mail returned as undeliverable return to sender.

Company Na	me: John Charles Emmoi	ns
Date:	Communicated with:	Comments/Actions:
6/9/2021		Mailed well proposals via certified mail dated 6/9/2021.
11/16/2021		Certified Mail receipt states that there was a reminder set by simple certified to redeliver the item.
10/6/2021		Mail JOA proposal via certified mail dated 10/6/2021.
10/7/2021		Certified Mail receipt showed successful delivery at 5:33 PM

Company Nar	Company Name: Greg Benton		
Date:	Communicated with:	Comments/Actions:	
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020	
7/16/2020		Certified Mail receipt showed successful delivery at 12:03 PM	
7/22/2020	Greg Benton	Emailed me asking questions about these proposals.	
7/28/2020	Greg Benton	Emailed a Term Assignment offer to Greg.	
7/29/2020	Greg Benton	Emailed me following up on his previous email.	
7/29/2020	Greg Benton	Emailed Greg asking him to respond to my email. I had previously	
		responded but it was not going through to his email.	
7/29/2020	Greg Benton	Emailed me. It is working now.	
7/30/2020	Greg Benton	Emailed Greg responding to his questions.	
8/14/2020	Greg Benton	Emailed me asking me about their NRI.	
1/11/2021	Greg Benton	Emailed Greg confirming their NRI now that we have title.	
10/6/2021		Mail JOA proposal via certified mail dated 10/6/2021.	
10/7/2021		Certified Mail receipt showed successful delivery at 5:33 PM	

Company Name: John Kennedy		
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
7/15/2020		Certified Mail receipt showed successful delivery at 4:17 PM
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
10/7/2021		Certified Mail receipt showed successful delivery at 5:33 PM

Company Name: Longfellow LH, LLC		
Date:	Communicated with:	Comments/Actions:
7/14/2020	Land Manager	Mailed well proposals via certified mail dated 7/14/2020
11/16/2021		Certified Mail receipt shows to still be in transit.
7/20/2020	Ryan Culpepper	Ryan emailed me asking for title information on these wells.
7/22/2020	Ryan Culpepper	Emailed Ryan answering his questions.
7/27/2020	Ryan Culpepper	Emailed me letting me know they'd prefer a Term Assignment.

Ryan Culpepper	Emailed Ryan with a TA offer.
	Emailed me asking for spud dates.
	Emailed Ryan asking for their response the TA offer we made.
Ryan Culpepper	Emailed me letting me know they were working on selling this WI to Texton Energy, and gave me their contact information.  However, they had not closed yet and hoped to do so in February.
Ryan Culpepper	Emailed Ryan asking him if they had closed their deal with Texton after all, and I asked for proof of that assignment.
Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
	Certified Mail receipt shows this package is still in transit.
	· v

Company Na	me: George Najar, Perso	nal Rep of Estate of Roland Najar, deceased
Date:	Communicated with:	Comments/Actions:
6/9/2021	Land Manager	Mailed well proposals via certified mail dated 6/9/2021.
6/12/2021		Certified Mail was returned undeliverable.
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
11/16/2021		Certified Mail receipt shows this package is still in transit.

Company Na	me: David Najar	
Date:	Communicated with:	Comments/Actions:
6/9/2021	Land Manager	Mailed well proposals via certified mail dated 6/9/2021.
6/15/2021		Certified Mail receipt showed successful delivery at 1:56 PM
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
10/14/2021		Certified Mail receipt showed successful delivery at 11:16 AM

Company Na	me: Jeffrey Najar	
Date:	Communicated with:	Comments/Actions:
6/9/2021		Mailed well proposals via certified mail dated 6/9/2021.
11/16/2021		Certified Mail receipt shows this package is still in transit.
7/12/2021		Mailed well proposals to a different address on 7/12/2021.
7/21/2021		Mailed was returned as undeliverable.
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
11/16/2021		Certified Mail receipt shows this package is still in transit.

Company Name: Susan Nishio		
Date:	Communicated with:	Comments/Actions:
6/9/2021	Land Manager	Mailed well proposals via certified mail dated 6/9/2021.
6/14/2021		Certified Mail receipt showed successful delivery at 3:49 PM
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
10/9/2021		Certified Mail receipt showed successful delivery at 12:30 PM

Company Na	me: Elizabeth Najar	
Date:	Communicated with:	Comments/Actions:
6/9/2021	Land Manager	Mailed well proposals via certified mail dated 6/9/2021.
6/14/2021		Certified Mail receipt showed successful delivery at 3:59 PM
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
10/8/2021		Certified Mail receipt showed successful delivery at 11:55 AM

Company Na	me: George Najar	
Date:	Communicated with:	Comments/Actions:
6/9/2021		Mailed well proposals via certified mail dated 6/9/2021.
6/25/2021		Certified Mail was returned as undeliverable.
10/6/2021	Land Manager	Mailed JOA proposal via certified mail dated 10/6/2021
10/9/2021		Certified Mail was returned as insufficient address.

#### MEWBOURNE OIL COMPANY

FASKEN CENTER 500 WEST TEXAS, SUITE 1020 MIDLAND, TX 79701

TELEPHONE (432) 682-3715 FACSIMILE (432) 685-4170

July 28, 2021

Via Certified Mail

EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706 Attn: Mr. Chris Leyendecker

Re: Swanson 3/2 B2OP Fed Com #1H

Section 3: E2 Section 2: All

T18S, R29E, Eddy County, New Mexico

Swanson 3/2 B2JI Fed Com #1H

Section 3: E2 Section 2: All

T18S, R29E, Eddy County, New Mexico

Dear Sir or Madam:

Mewbourne Oil Company ("Mewbourne") hereby proposes to drill the referenced horizontal Bone Spring wells. The referenced wells will be drilled as stated below:

- 1. The Swanson 3/2 B2OP Fed Com #1H will be at a surface location 1200' FSL & 2470' FEL in Section 3, T-18-S, R-29-E and a bottom hole location approximately 660' FSL & 100' FEL in Section 2, T-18-S, R-29-E, Eddy County, New Mexico. We anticipate drilling to an approximate true vertical depth of 7,471 feet and an approximate measured depth of 14,765 feet. The estimated cost to casing point for this well is \$2,800,600 and estimated cost of producing well is \$6,401,100.
- 2. The Swanson 3/2 B2JI Fed Com #1H will be at a surface location 1400' FSL & 2470' FEL in Section 3, T-18-S, R-29-E and a bottom hole location approximately 1980' FSL & 100' FEL in Section 2, T-18-S, R-29-E, Eddy County, New Mexico. We anticipate drilling to an approximate true vertical depth of 7,406 feet and an approximate measured depth of 14,666 feet. The estimated cost to casing point for this well is \$2,798,200 and estimated cost of producing well is \$6,398,300.

These costs are more fully detailed in the AFE enclosed herewith. To facilitate the drilling of these wells and the development of this project area, Mewbourne proposes forming a working interest unit by signing an Operating Agreement with a Contract Area comprised of the E2 of Section 3 and All of Section 2. Our Joint Operating Agreement, to follow, will contain 100%/300% non-consent penalty, \$8,000.00/\$800 drilling/producing rates, be limited to the Bone Spring formation and MOC will be listed as Operator. If you do not wish to participate in the wells, Mewbourne is interested in discussing other options for your interest.

Enclosed are duplicate originals of Mewbourne's AFEs for the wells. To make your election to participate in the proposed wells, properly execute and return the AFEs. You will also need to provide your "Well Information" requirements. As a reminder, Mewbourne's AFEs provide all participants the opportunity to opt out of the "Extra Expense Well Control Insurance" that Mewbourne purchases for each well it drills. If you do opt out, you must provide evidence that you have adequate "Well Control Insurance".

Feel free to contact me if you have any questions. I can be reached by phone at (432) 682-3715 or via email at asalgado@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY

Adriana Salgado Landman

asalgado.



## Proof of Delivery (Electronic)

Date: 11/16/2021

Client Name: Mewbourne Oil Company

Certified with RR(E) item number 9414836897846203234270, addressed to EOG Resources Inc. was designated Delivered at 7:44 AM on July 30, 2021 in MIDLAND, TX 79702.

The item number, time, date, city, state, and zip code is a true extract of information provided by the United States Postal Service to SimpleCertifiedMail.com.

EOG Resources Inc. EOG Resources Inc. 5509 Champions Dr. Midland, TX 79706 Reference #: Swanson 3/2

The above information is for the sole use of SimpleCertifiedMail.com clients and represents information provided by the United States Postal Service.

#### MEWBOURNE OIL COMPANY

FASKEN CENTER 500 WEST TEXAS, SUITE 1020 MIDLAND, TX 79701

TELEPHONE (432) 682-3715 FACSIMILE (432) 685-4170

October 6, 2021

Via Certified Mail

EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706 Attn: Mr. Chris Leyendecker

Re: Swanson 3/2 WIU JOA Proposal

Section 3: E2 Section 2: All

T18S, R29E, Eddy County, New Mexico

Dear Mr. Leyendecker,

Enclosed for your further handling regarding the captioned prospect and lands is our Operating Agreement dated September 1, 2021. The Operating Agreement is to coincide with the well proposals/AFEs I sent by letter dated July 28, 2021.

Regarding the above, please have the AFEs and signature pages of the Operating Agreement executed and return them to me, whereby you will retain the Operating Agreement for your file.

Should you have any questions regarding the above, feel free to contact me if you have any questions. I can be reached by phone at (432) 682-3715 or via email at <a href="mailto:asalgado@mewbourne.com">asalgado@mewbourne.com</a>.

Sincerely,

MEWBOURNE OIL COMPANY

Adriana Salgado Landman

asalgado.



## Proof of Delivery (Electronic)

Date: 11/16/2021

Client Name: Mewbourne Oil Company

Certified with RR(E) item number 9402836897846439730466, addressed to Mr. Chris Layendecker was designated Returned at 5:46 PM on October 07, 2021 in MIDLAND, TX 79701.

The item number, time, date, city, state, and zip code is a true extract of information provided by the United States Postal Service to SimpleCertifiedMail.com.

Mr. Chris Layendecker EOG Resources Inc. 5509 Champions Drive Midland, Tx 79706 Reference #: Swanson 3/2

The above information is for the sole use of SimpleCertifiedMail.com clients and represents information provided by the United States Postal Service.

### EXHIBIT 4

#### MEWBOURNE OIL COMPANY

AUTHORIZATION FOR EXPENDITURE

	ed Com #1H	Pros	pect: 2ND	BSS		
Location: SHL: 1200 FSL & 2470 F		() Co	unty: Edd	у		ST: NM
Sec. 3 Blk: Survey:		TWP: 18S	RNG: 2	9E Prop. TVD	: 7471	TMD: 14765
INTA	NGIBLE COSTS 0180		CODE	ТСР	CODE	CC
Regulatory Permits & Surveys			0180-0100		0180-0200	\$40,000
Location / Road / Site / Preparation			0180-0105	\$70,000	0180-0205 0180-0206	\$32,000
Location / Restoration	SS days date / 2 days some @ St	18 000/4	0180-0106		0180-0200	\$57,700
Daywork / Turnkey / Footage Drilling	25 days drig / 3 days comp @ \$^ 1700 gal/day @ \$1.3/gal	18,000/4	0180-0114	\$66,100		\$125,000
Fuel Mud, Chemical & Additives	1700 gairday @ \$1.5igai		0180-0120	\$145,000	0180-0220	
Horizontal Drillout Services					0180-0222	\$162,000
Cementing			0180-0125	\$80,000	0180-0225	\$25,000 \$185,000
Logging & Wireline Services			0180-0130 0180-0134	\$2,300	0180-0230	\$40,000
Casing / Tubing / Snubbing Service			0180-0134	\$30,000	0180-0234	940,000
Mud Logging Stimulation	37 Stg 14.8 MM gal / 14.8 MM lk	1	0100-0107	400,000	0180-0241	\$1,025,000
Stimulation Rentals & Other	or org 1410 mm gar 1410 mm vi				0180-0242	\$160,000
Water & Other			0180-0145		0180-0245	\$170,000
Bits			0180-0148	\$106,800		\$5,000 \$5,000
Inspection & Repair Services			0180-0150 0180-0154	\$50,000	0180-0250 0180-0254	\$10,000
Misc. Air & Pumping Services Testing & Flowback Services			0180-0154	\$12,000		\$24,000
Completion / Workover Rig			1		0180-0260	\$10,500
Rig Mobilization			0180-0164	\$130,000		
Transportation			0180-0165		0180-0265	
Welding Services			0180-0168	\$4,000		\$15,000
Contract Services & Supervision			0180-0170	2055 200	0180-0270	
Directional Services	Includes Vertical Control		0180-0175	\$355,000	0180-0280	\$24,000
Equipment Rental Well / Lease Legal			0180-0180	\$5,000		\$24,000
Well / Lease Insurance			0180-0185		0180-0285	
Intangible Supplies			0180-0188	\$7,000	0180-0288	\$10,000
Damages			0180-0190	\$10,000		\$10,000
ROW & Easements			0180-0192		0180-0292	
Pipeline Interconnect				*****	0180-0293	\$50,000
Company Supervision Overhead Fixed Rate			0180-0195	\$388,900 \$10,000		
Well Abandonment			0180-0198	\$10,000	0180-0298	\$20,000
Contingencies	2% (TCP) 2% (CC)		0180-0199	\$49,200		\$47,000
9		TOTAL		\$2,508,300		\$2,397,600
TAT	NGIBLE COSTS 0181					
Casing (19.1" - 30")			0181-0793			
Casing (10.1" - 19.0")	350' - 13 3/8" 54.5# J-55 ST&C @ \$32	.16/ft	0181-0794	\$12,000		
Casing (8.1" - 10.0")	3375' - 9 5/8" 36# J-55 LT&C @ \$19.8		0181-0795	\$71,400		
Casing (6.1" - 8.0")	7565' - 7" 29# HCP-110 LT&C @ \$21.		0181-0796	\$173,900		***************************************
Casing (4.1" - 6.0")	7660' - 4 1/2" 13.5# P-110 BPN @ \$11				0181-0797	
Tuhing	6715' - 2 7/8" 6 5# 1 -80 Tha @ \$4 54/				0181-0708	
Tubing Drilling Head	6715' - 2 7/8" 6.5# L-80 Tbg @ \$4.54/		0181-0860	\$35,000	0181-0798	
Tubing Drilling Head Tubing Head & Upper Section	6715' - 2 7/8" 6.5# L-80 Tbg @ \$4.54/		0181-0860	\$35,000	0181-0798 0181-0870	\$32,700
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools	6715' - 2 7/8" 6.5# L-80 Tbg @ \$4.54/		0181-0860	\$35,000	0181-0870 0181-0871	\$32,700 \$30,000 \$45,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods	Completion Liner Hanger		0181-0860	\$35,000	0181-0870 0181-0871 0181-0875	\$32,700 \$30,000 \$45,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment	Completion Liner Hanger Packer		0181-0860	\$35,000	0181-0870 0181-0871 0181-0875 0181-0880	\$32,700 \$30,000 \$45,000 \$10,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems	Completion Liner Hanger	,	0181-0860	\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment	Completion Liner Hanger Packer		0181-0860	\$35,000	0181-0870 0181-0871 0181-0875 0181-0880	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil	Completion Liner Hanger Packer Gas Lift Valves		0181-0860	\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884 0181-0885	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water	Completion Liner Hanger  Packer Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884 0181-0885 0181-0890 0181-0890	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$60,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884 0181-0885 0181-0890 0181-0891 0181-0895	\$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$60,000 \$50,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters	Completion Liner Hanger  Packer Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884 0181-0886 0181-0890 0181-0890 0181-0890	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$27,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884 0181-0886 0181-0896 0181-0890 0181-0891 0181-0895 0181-0897	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$27,000 \$15,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0884 0181-0886 0181-0890 0181-0890 0181-0890	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$50,000 \$154,000 \$27,000 \$15,000 \$10,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0871 0181-0880 0181-0884 0181-0886 0181-0890 0181-0890 0181-0897 0181-0897 0181-0898	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$50,000 \$50,000 \$154,000 \$15,000 \$15,000 \$150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0875 0181-0886 0181-0886 0181-0886 0181-0890 0181-0890 0181-0897 0181-0897 0181-0909 0181-0900 0181-0906 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$150,000 \$150,000 \$150,000 \$57,500
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0880 0181-0880 0181-0890 0181-0890 0181-0890 0181-0890 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$154,000 \$15,000 \$15,000 \$75,000 \$75,500 \$75,500
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k	# Hor 3ph/VRT/Flare		\$35,000	0181-0870 0181-0871 0181-0875 0181-0886 0181-0886 0181-0886 0181-0890 0181-0890 0181-0897 0181-0897 0181-0909 0181-0900 0181-0906 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$154,000 \$15,000 \$15,000 \$15,000 \$75,000 \$575,000 \$85,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k			\$35,000	0181-0870 0181-0871 0181-0875 0181-0880 0181-0880 0181-0880 0181-0890 0181-0890 0181-0890 0181-0890 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$15,000 \$150,000 \$150,000 \$150,000 \$75,000 \$75,000 \$85,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k	# Hor 3ph/VRT/Flare			0181-0870 0181-0871 0181-0875 0181-0880 0181-0880 0181-0880 0181-0890 0181-0890 0181-0890 0181-0890 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$15,000 \$15,000 \$150,000 \$150,000 \$150,000 \$150,000 \$150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT	# Hor 3ph/VRT/Flare		\$292,300	0181-0870 0181-0871 0181-0875 0181-0880 0181-0880 0181-0880 0181-0890 0181-0890 0181-0890 0181-0890 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$15,000 \$15,000 \$150,000 \$150,000 \$150,000 \$150,000 \$150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT	# Hor 3ph/VRT/Flare TOTAL SUBTOTAL		\$292,300	0181-0870 0181-0871 0181-0875 0181-0880 0181-0886 0181-0886 0181-0886 0181-0880 0181-0890 0181-0897 0181-0897 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$50,000 \$154,000 \$15,000 \$15,000 \$150,000 \$150,000 \$150,000 \$150,000 \$150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST	onate share o	\$292,300 \$2,800,600 \$6,4	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$515,000 \$154,000 \$150,000 \$150,000 \$575,000 \$150,000 \$150,000 \$150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction	Completion Liner Hanger  Packer Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST	onate share o	\$292,300 \$2,800,600 \$6,4	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$515,000 \$154,000 \$150,000 \$150,000 \$575,000 \$150,000 \$150,000 \$150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction  Extra Expense Insurance  I elect to be covered by Operator has secured Ext	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST	onate share o	\$292,300 \$2,800,600 \$6,4	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$515,000 \$154,000 \$150,000 \$150,000 \$575,000 \$150,000 \$150,000 \$150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction  Extra Expense Insurance  I elect to be covered by Operator has secured Ext	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 5 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL  Operator's Extra Expense Insurance atra Expense Insurance covering costs of twn well control insurance policy.	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST  and pay my proportic well control, clean up	onate share o	\$292,300 \$2,800,600 \$6,4	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$154,000 \$150,000 \$150,000 \$57,500 \$75,000 \$150,000 \$35,000 \$35,000 \$35,000 \$35,000 \$35,000 \$35,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Equipment Installation Pipeline Construction  Extra Expense Insurance  I elect to be covered by Operator has secured Ext I elect to purchase my o	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL  Operator's Extra Expense Insurance at tra Expense Insurance covering costs of two well control insurance policy. vorking interest owner elects to be covered by	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST  and pay my proportic well control, clean up	onate share cand redrilling	\$292,300 \$2,800,600 \$6,4 of the premium. as estimated in L	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$515,000 \$154,000 \$150,000 \$150,000 \$575,000 \$150,000 \$150,000 \$150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction  Extra Expense Insurance  I elect to be covered by Operator has secured Ext I elect to purchase my o If neither box is checked above, non-operating w Prepared by:	Completion Liner Hanger  Packer  Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 5 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10'x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL  Operator's Extra Expense Insurance atra Expense Insurance covering costs of twn well control insurance policy.	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST  and pay my proportic  well control i  Date:	onate share on and redrilling	\$292,300 \$2,800,600 \$6,4 of the premium. as estimated in L	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$515,000 \$154,000 \$150,000 \$150,000 \$575,000 \$150,000 \$150,000 \$150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction  Extra Expense Insurance  I elect to be covered by Operator has secured Ext I elect to purchase my o If neither box is checked above, non-operating w Prepared by: Company Approval:	Completion Liner Hanger  Packer Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL  Operator's Extra Expense Insurance at Expense Insurance covering costs of two well control insurance policy.  vorking interest owner elects to be covered by H. Buckley	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST  and pay my proportic  well control i, clean up  Operator's well control i  Date:  Date	onate share on and redrilling	\$292,300 \$2,800,600 \$6,4 of the premium. as estimated in L	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$515,000 \$154,000 \$150,000 \$150,000 \$575,000 \$150,000 \$150,000 \$150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000 \$3150,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Sucker Rods Subsurface Equipment Artificial Lift Systems Pumping Unit Surface Pumps & Prime Movers Tanks - Oil Tanks - Water Separation / Treating Equipment Heater Treaters, Line Heaters Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction  Extra Expense Insurance  I elect to be covered by Operator has secured Ext I elect to purchase my o If neither box is checked above, non-operating w Prepared by:	Completion Liner Hanger  Packer Gas Lift Valves  (1/2) VRU/SWD Pump/Circ Pump (1/2) 6 - 750 bbl (1/2) 5 - 750 bbl coated (1/2) GB/30"x10"x1k# 3ph/36"x15'x1k 8'x20'x75# HT  TOTAL  Operator's Extra Expense Insurance at Expense Insurance covering costs of two well control insurance policy.  vorking interest owner elects to be covered by H. Buckley	# Hor 3ph/VRT/Flare  TOTAL  SUBTOTAL  WELL COST  and pay my proportic  well control i, clean up  Operator's well control i  Date:  Date	onate share on and redrilling	\$292,300 \$2,800,600 \$6,4 of the premium. as estimated in L	0181-0870 0181-0871 0181-0871 0181-0880 0181-0880 0181-0886 0181-0886 0181-0890 0181-0890 0181-0893 0181-0993 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900	\$32,700 \$30,000 \$45,000 \$10,000 \$15,000 \$55,000 \$55,000 \$154,000 \$150,000 \$150,000 \$57,500 \$75,000 \$150,000 \$35,000 \$35,000 \$35,000 \$35,000 \$35,000 \$35,000

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

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case Nos. 22334 – 22335 (Samsonite wells)

Case Nos. 22336 – 22337 (Swanson wells)

#### SELF-AFFIRMED STATEMENT OF CHARLES CROSBY

COUNTY OF MIDLAND

STATE OF TEXAS

Charles Crosby deposes and states:

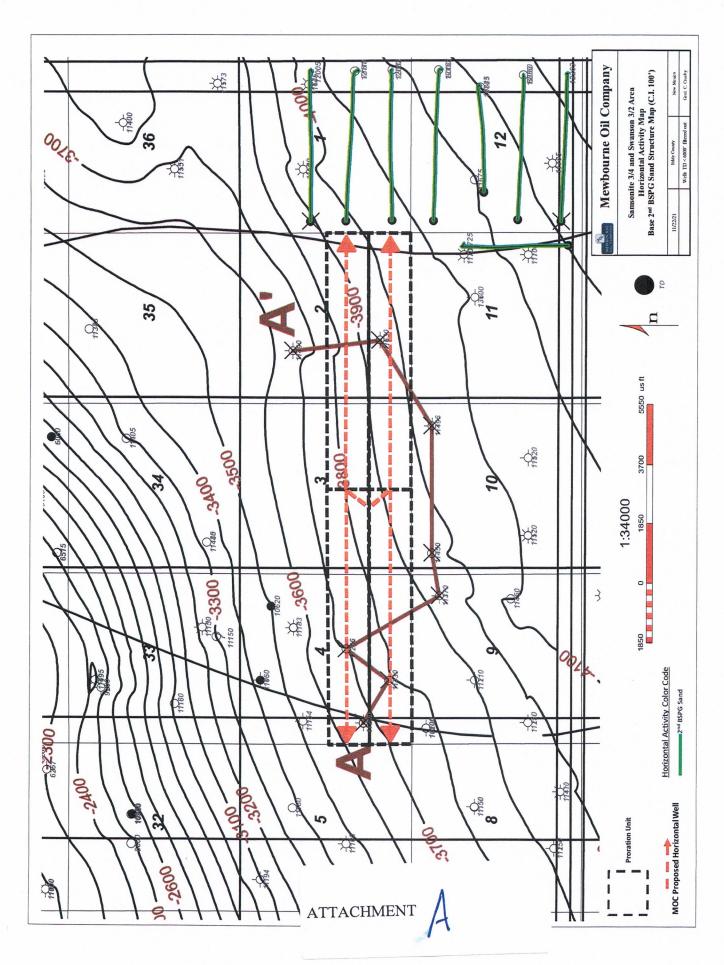
- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am a geologist for Mewbourne Oil Company ("Mewbourne"), and I am familiar with the geological matters involved in these cases. I have been qualified by the Division as an expert petroleum geologist.
  - 3. The following geological plats are attached hereto:
  - (a) Attachment A is a structure map on the base of the Second Bone Spring Sand, which is the target formation for the Samsonite and Swanson wells. It accurately reflects the structure of the base of the Second Bone Spring Sand. It shows that structure dips gently to the southeast. It also shows Second Bone Spring Sand wells in the immediate area, and a line of cross-section.
  - (b) Attachment B is a Lower Second Bone Spring Sand Gross Thickness Map, which is the completion zone of the Samsonite and Swanson wells.
  - (c) Attachment C is a cross section of the Second Bone Spring Sand. The well logs on the cross-section give a representative sample of the Second Bone Spring Sand in this area. The target zones for the wells are continuous and uniformly thick across the well units.
- 4. I conclude from the maps that:
  - (a) The horizontal spacing units are justified from a geologic standpoint.

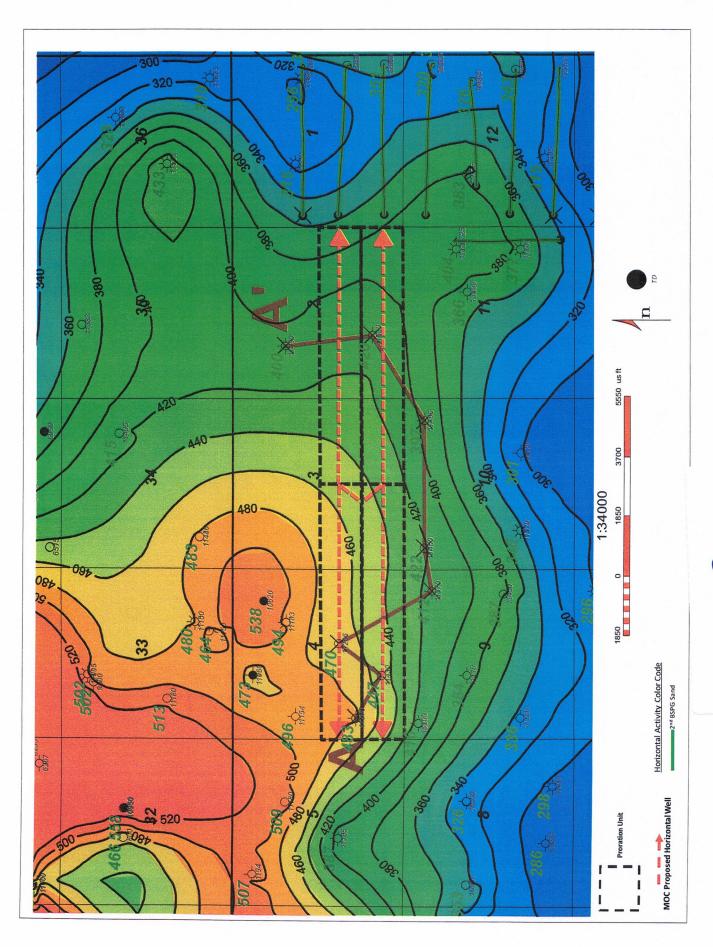
3

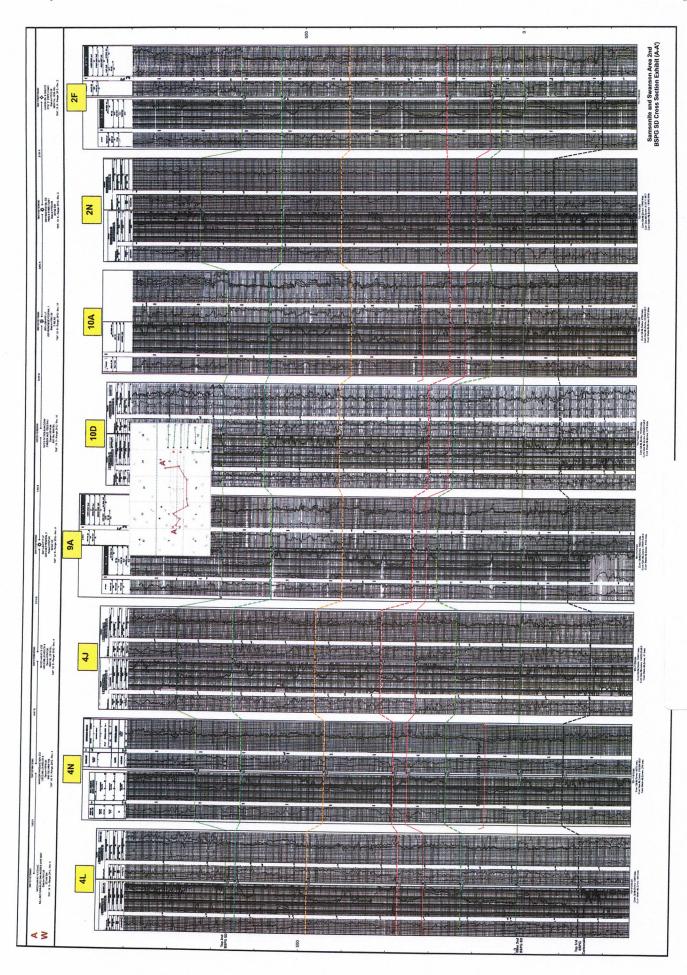
- (b) The target zone is continuous and of relatively uniform thickness across the well units.
- (c) Each quarter section in each well unit will contribute more or less equally to production from the target zone.
- (d) There is no faulting or other geologic impediment in the area which will affect the drilling of the subject wells.
- 5. Attachment D contains information from nearby Second Bone Spring Sand wells drilled in this area. The drilled and completed wells indicate that laydown wells are a reasonable method to develop the reservoir in these sections.
- 6. Attachments E-1 and E-2 contain the horizontal drilling plans for the proposed Samsonite and Swanson wells, respectfully. The producing intervals of the wells will be orthodox.
- 7. I understand that this Self-Affirmed Statement will be used as written testimony in these cases. I affirm that my testimony in paragraphs 1 through 6 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Date: 11/30/21

Charles Crossy



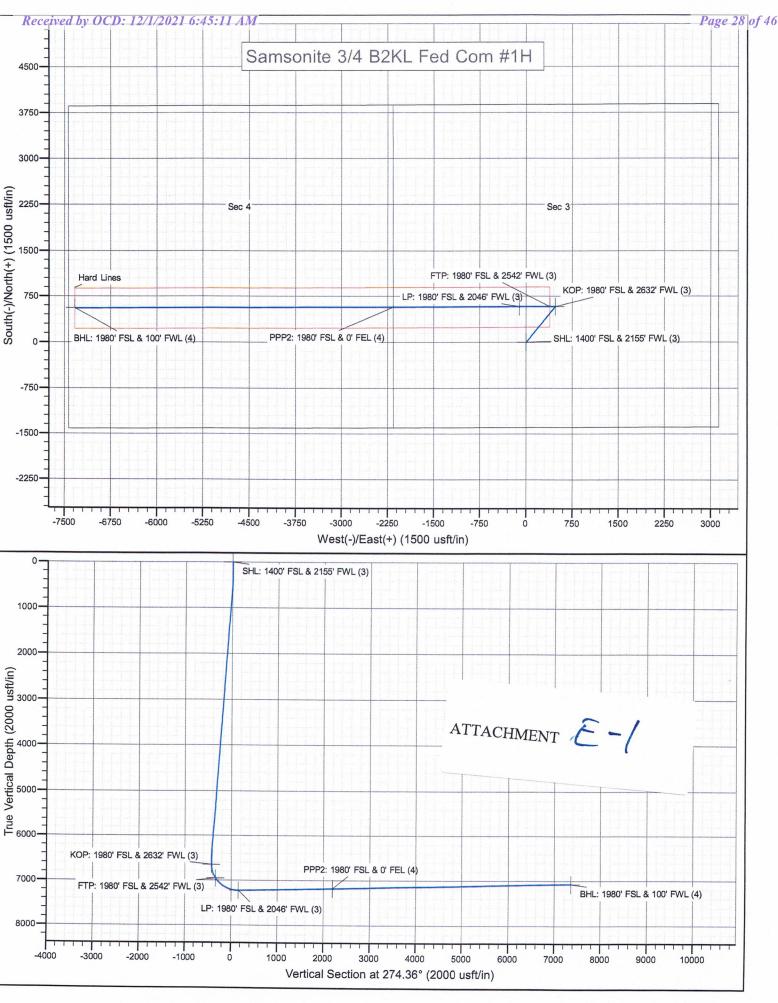


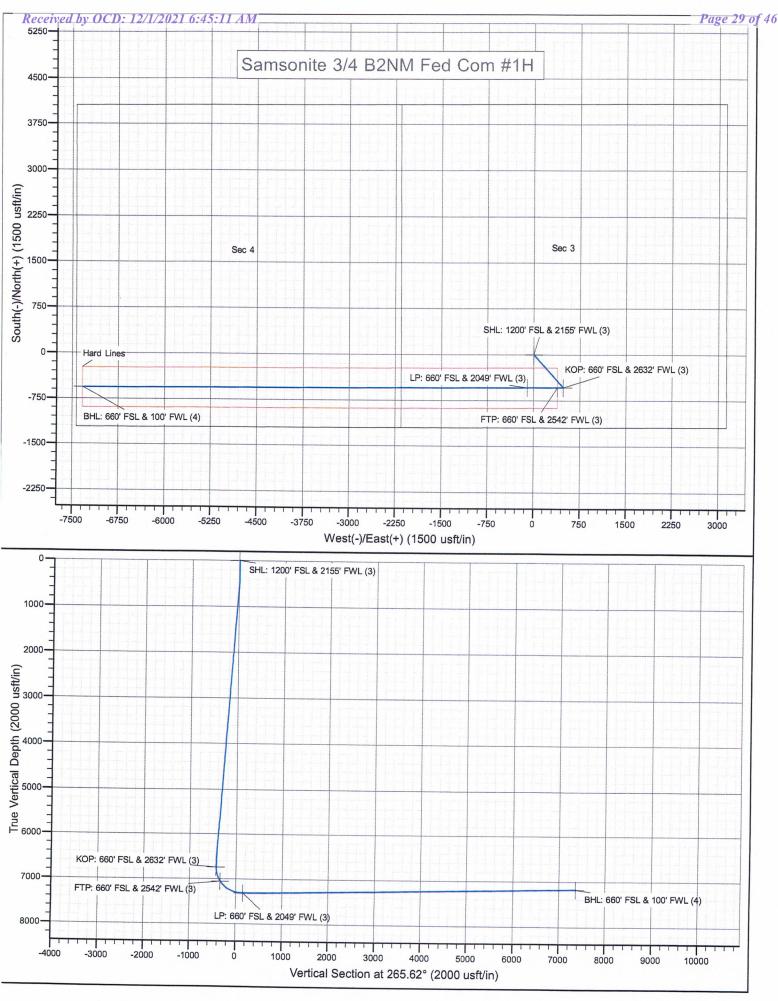


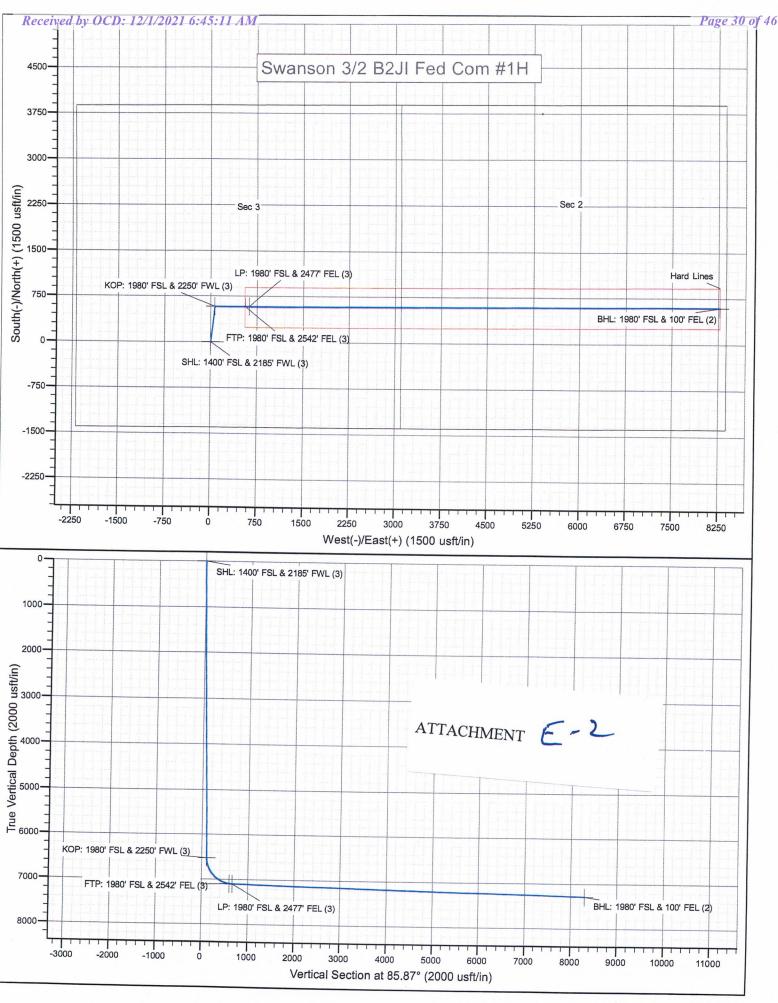
	7	Samsonite and S	wanson Area 2n	Samsonite and Swanson Area 2nd BSPG SD Horizontal Production Table	ntal Production	Table			
Well Name	Operator	API	Location	Completion Date	Cum Oil (Mho)	Cum Gas (Bof)	Cum Mater (Mhus)	NIC /EIA/	Part direct
Duggan 12 Federal 1	E0G	30015289950100	12H/18S/29E	6/15/2005	147.1	0.6	Culli Water (IVIDW)	NS/EW	Production cone
Lobo State Com 1H	202	000000272770000			7	000	0.7	LVV	zilu bolie spring sand
III IIIO DEPO CELE	EUG	3001535/090000	11H/18S/29E	11/28/2007	107.5	0.4	47.1	NS	2nd Bone Spring Sand
Sand Tank APS Federal Com 2H	E0G	30015371670000	12P/18S/29F	0/00/00/0	275.1	13	35.5	-14/	
Railout ROA Endoral Com 111	000		307 (007 )	of col coro	4.612	T.3	20.0	EW	Znd Bone Spring Sand
HI WOO LEGERAL COM TH	EOG	30015371680100	12I/18S/29E	10/15/2009	203 9	11	13.0	EVA	2nd Bono Caring Cand
Sand Tank 1 Federal Com Au	202	20000 400000			0:001	4:4	77.7	LVV	zilu bulle spillig sarid
The Idea of the Idea of the Idea	EOG	300153/2140000	1H/18S/29E	2/24/2011	177.1	1.0	47	FW	2nd Rone Caring Cand
Sand Tank 1 Federal Com 3H	EOG	30015372150100	1D/18C/20E	1/5/2011	A 501				Zild bolle aprillig salld
Cand Tail 4 F. 1 10		0040044	TC7/COT/IT	1/3/2011	197.4	T.U	1b./	EW	2nd Bone Spring Sand
Sand Tank I Federal Com 2H	EOG	30015372160100	11/18S/29E	3/28/2010	248 6	10	377	CIA/	The state of the s
Diagon 12 Endoral Com 211	001			oron for fo	0.012	FO	24.0	200	Zhu bone spring sand
Puggail 12 reueral Com 3H	EOG	30015376660100	12A/18S/29E	10/27/2010	214.3	1.0	22.2	FW	2nd Bone Spring Sand
									THE SHIP SHIP

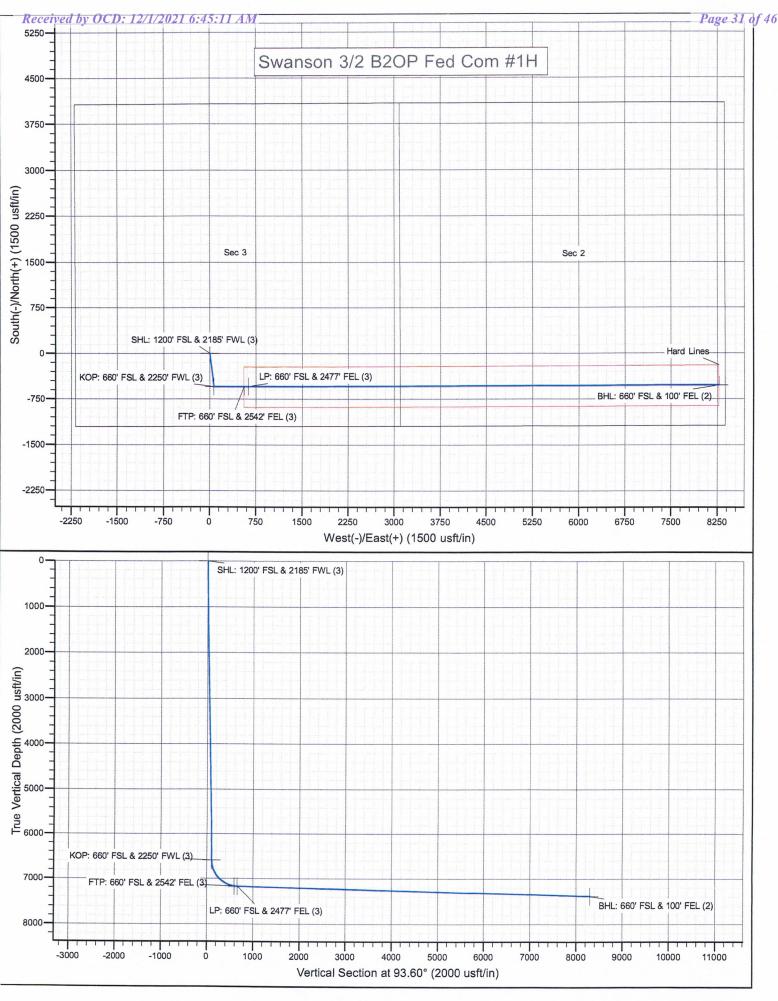
ATTACHMENT D











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

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case Nos. 22336 & 22337

SELF-AFFIRMED	<b>STATEMENT</b>
---------------	------------------

COUNTY OF SANTA FE	)
	) ss
STATE OF NEW MEXICO	)

James Bruce deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am an attorney for Mewbourne Oil Company.
- 3, Mewbourne has conducted a good faith effort to locate the names and addresses of all interest owners in the proposed wells.
- 4. Notice of the pooling applications was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Attachment A.
  - 5. Applicant has complied with the notice provisions of Division Rules.
- 6. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 5 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

James Bruce

**EXHIBIT** 

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

November 10, 2021

#### CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of two applications, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, seeking orders pooling all mineral interest owners in the horizontal spacing units described below:

- 1. <u>Case 22336</u>: The Bone Spring formation underlying the N/2SE/4 of Section 3 and the N/2S/2 of Section 2, Township 18 South, Range 29 East, NMPM; and
- 2. <u>Case 22337</u>: The Bone Spring formation underlying the S/2SE/4 of Section 3 and the S/2S/2 of Section 2, Township 18 South, Range 29 East, NMPM.

These matters are scheduled for hearing at 8:15 a.m. on Thursday, December 2, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go to <a href="mailto:emnrd.state.nm.us/OCD/hearings">emnrd.state.nm.us/OCD/hearings</a> or see the instructions posted on the Division's website, <a href="http://emnrd.state.nm.us/OCD/announcements.html">http://emnrd.state.nm.us/OCD/announcements.html</a>. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Thursday, November 25, 2021. This statement may be filed online with the Division at <u>ocd.hearings@state.nm.us</u>, and should include: The name of the party and his or her attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate time the party will need to present his or her case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

ATTACHMENT A

Very truly yours,

Attorney for Mewbourne Oil Company

#### EXHIBIT A

EOG Resources 5509 Champions Drive Midland, Texas 79706 Attn: Chris Leyendecker

Mark B. Heinen 122 Mountain Spring Drive Boerne, Texas 78006

Mel Riggs 2513 Regency Oaks Drive Midland, Texas 79705

Mark Tisdale 6951 Sunrise Circle Midland, Texas 79707

OXY Y-1 Company 5 Greenway Plaza, Ste. 110 Houston, Texas 77046-0521 Attn: Mr. Jonathan Gonzales

Debra Denise Latham, Trustee of Family Trust under Will of Lindley Paul Latham, deceased 954 River Forest Drive New Braunfels, Texas 78132

Earl Russell Emmons 134 Nesmith Rd. Abilene, Texas 79602-0511

John Charles Emmons 134 Nesmith Rd. Abilene, Texas 79602-0511

Greg Benton P.O. Box 52408 Midland, Texas 79710

John Kennedy 1724 Normandy Lane Midland, Texas 79705

Longfellow LH, LLC 16803 Dallas Parkway Addison, Texas 75001 Attn: Mr. Ryan Culpepper George Najar, Personal Representative of Estate of Roland Najar, deceased 3904 Allendale Street Colleyville, Texas 76034

David Najar 827 N. Hawthorne Lane Indianapolis, Indiana 46219

Jeffrey Najar 3417 W. Wyndam Lane Durham, North Carolina 27705

Susan Nishio 5613 Excalibur Place Columbus, Ohio 43235

Elizabeth Najar 827 N. Hawthorne Lane Indianapolis, Indiana 46219

George Najar 3904 Allendale Street Colleyville, Texas 76034

U.S. Postal Service"  CERTIFIED MAIL® RECHAIPT  Domestic Mail Only  For delivery information, visit our website at www.usps.com.  For delivery information, visit our website at www.usps.com.  For delivery information, visit our website at www.usps.com.  Certified Mail Fee  State Services & Fees (check box, add fee as appropriate)  State Services & Fees (check box, add fee as appropriate)  Actual Search Recapt (heartooly)  Actual Recapt (heartooly)	Sent To Street and Apt. No., or PO 8c Indianapols, Indiana 46219 City, State, 21944 PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instruction
COMPLETE THIS SECTION ON DELIVERY  A. Signature  X  M Addressee  B. Received by (Printed Name)  C. Date of Delivery  C. Date of Delivery  C. Date of Delivery  R. C. C. C. C. C. Date of Delivery  R. C. C. C. C. C. Date of Delivery  R. C. C. C. C. C. C. C. C. Date of Delivery  R. C.	3. Service Type  1. Adult Signature  1. Adult Signature Restricted Delivery  2. Certified Mail Restricted Delivery  3. Signature Confirmation  4. Signature Confirmation  5. L. L. B. Signature Confirmation  7. Signature Confirmation  8. Signature Confirmation  9. St. L. B.
Complete items 1, 2, and 3.  Complete items 1, 2, and 3.  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.  Article Addressed to:  Elizabeth Najar Eli	2. Article Number 702 6769 1074 5746 91 7021 0350 0001 3337 PS Form 3811, July 2020 PSN 7530-02-000-9053

3	If YES, enter delivery address below:	3. Service Type    Adult Signature	5499 icted Delivery 1 (over \$500) M SJ Domestic Return Receipt
SENDER: COMPLETE THE SECTION  Complete items 1, 2, and 3.  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.	Article Addressed to:  David Najar 827 N. Hawthorne Lane Indianapolis, Indiana 46219  Research Re	9590 9402 6769 1074 5747 38	2. Arti 7021 0350 0001 3337 PS Form 3811, July 2020 PSN 7530-02-000-9053
ا Stal Service" اFIED MAIL® RECIPT	ry information, visit our website at www.usps.com.  Fee  Res (check box, add fee as appropriate)  Res (check box, add fee as appropriate)	Il Restricted Delivery \$ Here  The Restricted Delivery \$ = 1	Eltrabeth Najar 827 N. Hawthorne Lane 101. No., or PO B.L. indianapolis, Indiana 462.19

89hS ZEEE TOOO OSEO T202

Released to Imaging: 12/1/2021 8:25:39 AM

O

our website at

® RECEIP

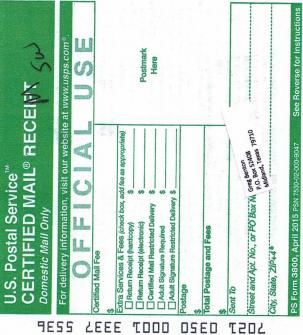
Postmark

See Reverse for Instructions

17530-02-000-9047

	Total Postage and Total Lam Kennedy Lame Street and Apt. No., or PO B Maland Tests City, State, ZiPt.4*  PS Form 3800, April 2015 PSN 7530-02-000-904
A. Signature  A. Signature  A. Signature  B. Received by (Printed Name)  C. Date of Delivery  D. Is delivery address different from item 1?  If YES, enter delivery address below:  If YES, in the delivery address ad	3. Service Type    Adult Signature Restricted Delivery   Registered Mail Restricted Delivery   Registered Mail Restricted Delivery   Return Receipt for Delivery   Signature Confirmation   Secretary Restricted Delivery   Signature Confirmation   Secretary   Secretary
SENDER: COMPLET VIS SECTION  Complete items 1, 2, and 3.  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:  Article Addressed to:  Mailand, Teast 19710	2 7 0 2 1 0 3 5 0 0 0 0 1 3 3 3 7 5 5 3 b b s Form 3811, July 2015 PSN 7530-02-000-9053





U.S. Postal Service"  CERTIFIED MAIL® RECEIPT  Domestic Mail Only  For delivery information, visit our website at www.usps.com*  For delivery information informatio	Total Postage and Fees   Serial Postage and Fees   Serial Postage and Fees   Serial To
COMPLETE THIS SECTION ON DELIVERY  A. Signature  X. C. Dáte of Delivery  B. Received by Printed Name)  C. Dáte of Delivery  B. Received by Printed Name)  If YES, enter delivery address below:  If YES, enter delivery address below:	3. Service Type  a. Adult Signature    Adult Signature   Adult Signature   Adult Signature   Adult Signature   Collect on Delivery   Collect on Delivery   Collect on Delivery   Signature Confirmation   Signature Confirmat
SENDER: COMPLETE 1, S. and 3.  Complete items 1, 2, and 3.  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:  1. Article Addressed to:  Attach I areas 7700¢ 6521 Houston, I coas 7700¢ 6521 Houston, I coas 7700¢ 6521 Attach I coast 7700¢ 6521 Attach I coast 7700¢ 6521	2. 7 7021 0350 0001 3337 5574 ES Form 3811, July 2015 PSN 7530-02-000-9053

Stall Service"  Software and address on the reverse so that reverse so that the reverse so that the card to you.  HELED MAIL® RECEIFT  That your name and address on the reverse so that the software and address on the reverse so that the card to you.  Attach this card to the back of the mailplece, or on the front if space permits.  Afticle Addressed to:  Beautiful Mail Mail Mail Mail Mail Mail Mail Mai		SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Print your name and address on the reverse so that we can return the card to you.  If YES, anter delivery address different from the front if space permits.  If Article Addressed to:    C   A   U   S		■ Complete items 1, ≥, and 3.	
MAIL® RECEIFT   So that We can return the back of the mailplece, or on the front if space permits.     C   A   U S E	ostal Service" // //	■ Print your name and address on the reverse	
or on the front if space permits.  1. Article Addressed to:  2. Article Addressed to:  3. Service Type  4. Addressed Aginature Restricted Delivery  4. Article Addressed to:  5. Article Addressed to:  8. Service Type  9590 9402 5760 0003 2658 00  950 950 950 950 950 950 950 950 950 950	IFIED MAIL® RECEIFT		
tion, visit our website at www.usps.com.  1. Article Addressed to:  2. Article Addressed to:  3. Service Type  1. August 3000  2. Article Addressed to:  3. Service Type  3. Service Type  4. Addressed to:  4. Article Addressed to:  5. Article Addressed to:  6. Article Addressed to:  7. Article Addressed to:  8. Article Addressed to:  9590 9402 5760 0003 2658 00  9590 94	c Mail Only	or on the front if space permits.	1
C   A   U   S   E	ite at www.usps.cc	1. Article Addressed to:	
Postmark  Here  Rev Braufets, Texas 78132  Rev B	い コ ム	Dakes Ranics I sthone Transact of Committee	
Postmark   Postmark   Here   Postmark   Here   Postmark   Here   Postmark   Here   Postmark   Here   Service Type   Adult Signature Restricted Delivery   Serenway Plaza, Str. 110   Certified Mail Restricted Delivery   Serenway Plaza, Str. 110   Houston, Teas 77046-6521   Attn. Mr. Jondhan Gorales   Postmark Mail Restricted Delivery   Cover \$500)   Mr. S. W. D. D.   D. D. D. D. D. D. D. D. D. D. D. D. D.		under Will of Lindy Paul Latham, deceased 954 River Forest Drive	
Postmark	& Fees (check box, add fee as appropriate)	New Braunfels, Texas 78132	
Here   Service Type   Adult Signature Restricted Delivery   Service Type   Adult Signature Restricted Delivery   Service Type   Adult Signature Restricted Delivery   Certified Mail Restricted Delivery   Cover \$5000   M Stricted Deli	1.1		
OXYY1 Company  Signeture  OXYY1 Company  OXYY1 Company  Signeture  OXYY1 Company  Signeture  OXYY1 Company  Signeture  OXYY1 Company  OXYY1 Company  Signeture  OXYY1 Company  OXYY1	elivery \$		
OxYY-1 Company S Greenway Plaza, 3re, 110 Houston, Teas 77046 6531 Attn: Mr. Jonathan Gonzeles PS Form 3811, July 2015 PSN 7530-02-000-9053    Insured Mail Restricted Delivery   Cover \$500)   Cover \$500)   Cover \$500    Cover	ure Required		Restricted Delivery
OXYY1.Company  S. Article  2. Article  7021, 01350 000  10 Insured Mail Restricted Delivery Houton, Teas 77046-6521 Attn: Mr. Jonethan Gorrales  PS Form 3811, July 2015 PSN 7530-02-000-9053  W S W  D			estricted Delivery
OxYY-1 Company 5 Greenway Plaza, 3te. 110 Houtson, Teas 77046-6531 Attn: Mr. Jonathan Gonzeles PS Form 3811, July 2015 PSN 7530-02-000-9053  Attn: Mr. Jonathan Gonzeles	and Fees		livery
S Greenway Plaza, Ste. 110   Cover \$500)	OXY V-1 Company	7021 0350 0001 3337	
Attn: Mr. Jonathan Gonzales PS Form 3811, July 2015 PSN 7530-02-000-9053			1
	Attn: Mr. Jonathan Gonzales	. PS Form 3811, July 2015 PSN 7530-02-000-9053	

CERTIFE

Domestic Ma

For delivery in

Certified Mail Fee

Extra Services & Fee

Certified Mail Fee

Extra Services & Fee

Certified Mail Fee

Certified Mail Fee

Certified Mail Fee

Start Services & Fee

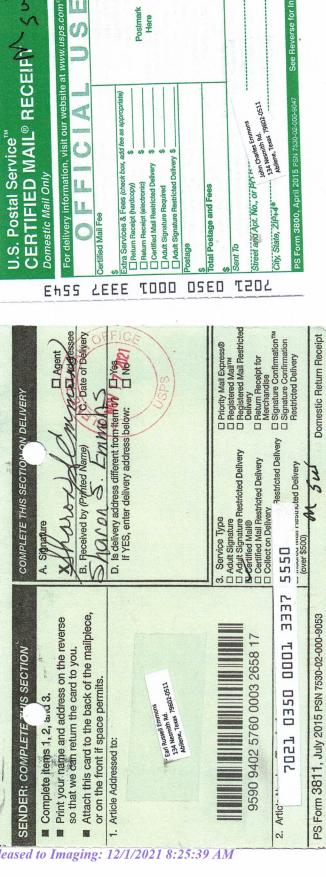
Certified Mail Fee

Start Fee

Services Fee

Serv

Postmark Here See Reverse for Instruction



	SENDER: COMPLET HIS SECTION	COMPLETE THIS SECTION ON DELIVERY
U.S. Postal Service"	■ Complete items 1, 2, and 3.	A. Signature
CERTIFIED MAIL RECEIN S	■ Print your name and address on the reverse so that we can return the card to you.	Maron Himo Beglessee
Domestic litari Crist. For delivery information, visit our website at www.usps.com*.	<ul> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	B. Received by (Printed Name) C. Date of Delivery
	1. Article Addressed to:	D. is delivery address different from Item 1? Chrise If YES, enter delivery address below:
it box, add fee as appropriate)	John Charles Emmons 134 Nesmith Ad. Abiliene, Tenas 79602-0511	
Return Necept view.com   Here   Continue   Here   Continue   Continue   Mail Restricted Delivery \$   Adult Signature Required   Adult Signature Restricted Delivery \$   Continue   Contin		
Postage \$		Service Type     Adult Signature     Adult Signature Restricted Delivery     Degistered Mail Restricted     Degistered Mail Restricted
\$ Sent TO confluence to Control Sent To Contro	9590 9402 5941 0062 9209 96	
nd Apt. No., or F	2. Ar 7021 0350 0001 3337 5543	1□ Collect on Delivery Restricted Delivery ☐ Signature Confirmation ☐ Signature Confirmation ☐ Signature Confirmation ☐ Figure Conf
City, State, ZIP+4	7011 1.1. 0045 FOOT TOOL OF ONLY	
PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for management	FS Form 50 11, July 2015 PSN 7530-02-000-9053	C C DOMESTIC RETAIL RECEIPT

DSED

TOOL

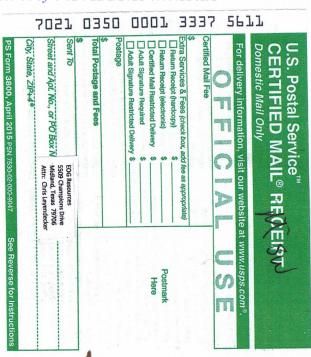
0555

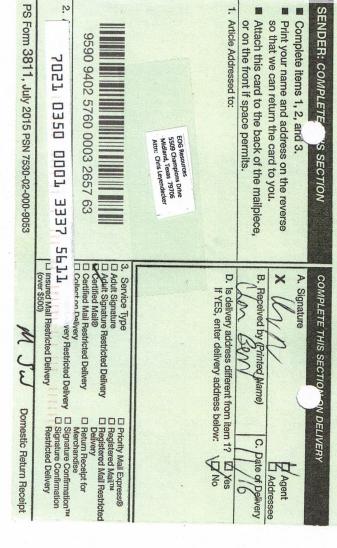
LEEE

TOOO

PS Form 3800

Released to Imaging: 12/1/2021 8:25:39 AM





学生

U.S. Postal Service™  CERTIFIED MAIL® ŘEC	lezu
For delivery information, visit our website at  Certified Mail Fee  Extra Services & Fees (check box, add fee as appropriate)  Return Receipt (hardcopy)  Services & Fees (check box)	www.usps.com®. USE
Return Receipt (electronic)  Return Receipt (electronic)  Certified Mail Restricted Delivery  Adult Signature Required  Adult Signature Restricted Delivery \$  Postage  Total Postage and Fees	Hele
Sent To Sent To Sireet and Apt. No., or r  City, State, ZIP+4  PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions







51	U.S. Postal Service™ CERTIFIED MAIL® RECEIPZ  Domestic Mail Only				
54	For delivery information, visit our website at www.usps.com®.				
3337	OFFICIAL Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate).	USE			
1000	Return Receipt (hardcopy) \$	Postmark Here			
0320	Postage \$ Total Postage and Fees				
7027	Sent To George Najar 3904 Allendale Street Street and Apt. No., or PO BOX IVO.  City, State, ZIP+4*	integrals  (integrals)			
	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions			



ru	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	A CONTRACTOR OF THE PARTY OF TH	
무	For delivery information, visit our website at www.usps.com®.		
2	OFFICIAL	USE	
~	Certified Mail Fee		
E			
m	Extra Services & Fees (check box, add fee as appropriate)		
	Return Receipt (hardcopy)	Postmark	
1000	Return Receipt (electronic)	Here	
	Certified Mail Restricted Delivery \$	11010	
	Adult Signature Required \$		
	Adult Signature Restricted Delivery \$		
	Postage		
2	\$		
03	Total Postage and Fees	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
	\$ Jeffrey Najar		
_	Sent To 3417 W. Wyndam Lane	We have a significant	
	burnam, North Carolina	27705	
	Street and Apt. No., or PO Box No.		
7021			
	City, State, ZIP+4®		
	2 0045 DON 7530 03 000-9047	See Reverse for Instructions	
	PS Form 3800, April 2015 PSN 7530-02-000-9047		



### Carlsbad Current Argus.

## Affidavit of Publication Ad # 0005006670 This is not an invoice

JAMES BRUCE ATTORNEY AT LAW POBOX 1056

SANTA FE, NM 87504

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof in editions dated as follows:

11/18/2021

Cube with a discussion of the second of the

Subscribed and sworn before me this November 18, 2021:

State of WI, County of Brown NOTARY PUBLIC

My commission expires

KATHLEEN ALLEN Notary Public State of Wisconsin

Ad # 0005006670 PO #: 5006670 # of Affidavits 1

This is not an invoice

To: EOG Resources, Inc., OXY Y-1 Company, Mark B. Heinen, Mel Riggs, Mark Tisdale, Debra De-nise Latham as Trustee of the nise Latham as Trustee of the Family Trust Under the Will of Paul Latham, Earl Russell Emmons, John Charles Emmons, Greg Benton, John Kennedy, Longfellow LH LLC, George Najar as personal representative of the Estate of Roland Najar, David Najar, Jeffrey Najar, Susan Nishio, Elizabeth Najar, and George Najar, or your heirs, devisees. Successors. or assigns: visees, successors, or assigns: Mewbourne Oil Company has filed applications with the New Mexico Oil Conservation Division filed applications with the New Mexico Oil Conservation Division seeking orders pooling all uncommitted mineral interest owners in the Bone Spring formation underlying: (i) a horizontal spacing unit comprised of the N/25W/4 of Section 3 and the N/25E/4 of Section 3 and the N/25E/4 of Section 3 and the N/25E/2 of Section 2, Township 18 South, Range 29 East, NMPM. The unit will be dedicated to the Swanson 3/2 B2JI Fed. Com. Well No. 1H (Case No. 22336); and (ii) a horizontal spacing unit comprised of the S/25E/4 of Section 3 and the S/2S/2 of Section 2, Township 18 South, Range 29 East, NMPM. The unit will be dedicated to the Swanson 3/2 B2OP Fed. Com. Well No. 1H (Case No. 22337). Also to be considered will be the cost of drilling, completing, and equipping the wells and the allocation of the cost thereof, as well as actual porestions costs and charges. ing, completing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, and equipping the wells. This matter is scheduled for hearing at 8:15 a.m. on Thursday, December 2, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go:emnrd.state.nm.us/OCD/hearings or see the instructions posted on the Division's website, http://emnrd.state.nm.us/OCD/anno uncements.html. You are not required to attend the house. uncements.html. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Thursday. Newporps 25. than Thursday, November 25, 2021. This statement may be filed online with the Division at ocd.hearings@state.nm.us. Failure to appear at that time and ure to appear at that time and become a party of record will preclude you from contesting this matter at a later date. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504, jamesbruc@ aol.com. The units are located approximately 5 miles southwest of Loco Hills, New Mexico. #5006670, Current Argus. Nov. 18, 2021

ехнівіт 5

Page 44 of 46

	THE PROPERTY OF THE PARTY OF TH
ALL INCORRACTION IN THE ADDITION IN	MUST BE SUPPORTED BY SIGNED AFFIDAVITS
IALL INICORNIALION IN THE APPLICATION I	VIOSI DE SOIT ORTED DI SICILE

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS				
Case:	22337			
Date:	December 2, 2021			
Applicant	Mewbourne Oil Company			
Designated Operator & OGRID				
(affiliation if applicable)	Mewbourne Oil Company/OGRID No.14744			
Applicant's Counsel:	James Bruce			
Case Title:	Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico			
Entries of Appearance/Intervenors:				
Well Family	Swanson wells			
Formation/Pool				
Formation Name(s) or Vertical Extent:	Bone Spring Formation			
Primary Product (Oil or Gas):	Oil			
Pooling this vertical extent:	Entire Bone Spring formation			
Pool Name and Pool Code:	Sand Tank; Bone Spring/Pool Code 96832			
Well Location Setback Rules:	Statewide rules and current horizontal well rules			
Spacing Unit Size:	Quarter-quarter sections/40 acres			
Spacing Unit				
Type (Horizontal/Vertical)	Horizontal			
Size (Acres)	240 acres			
Building Blocks:				
Orientation:	West - East			
Description: TRS/County	S/2SE/4 §3 and S/2S/2 §2-18S-29E, NMPM, Eddy County			
Standard Horizontal Well Spacing Unit	Yes			
(Y/N), If No, describe				
Other Situations				
Depth Severance: Y/N. If yes, description	No /			
Proximity Tracts: If yes, description	No EXHIBIT 6			
Proximity Defining Well: if yes, description				
Applicant's Ownership in Each Tract	Exhibits 2-1 and 2-2			
Well(s)				
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or nonstandard)	Swanson 3/2 B2OP Fed. Com. Well No. 1H API No. 30-015-Pending SHL: 1200 FSL & 2470 FEL §3 BHL: 660 FSL & 100 FEL §2 FTP: 660 FSL & 2540 FEL §3 LTP: 660 FSL & 100 FEL §2 Bone Spring/TVD 7471 feet/MD 14765 feet			

Horizontal Welffist 2412021st + Takle AM	See above Page 45 of 46
Points	· ·
Completion Target (Formation, TVD and MD)	See above
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit 2, page 2
Requested Risk Charge	Cost + 200%/Exhibit 2, page 2
Notice of Hearing	
Proposed Notice of Hearing	Exhibit 1
Proof of Mailed Notice of Hearing (20	
days before hearing)	Exhibit 4
Proof of Published Notice of Hearing (10	
days before hearing)	Exhibit 5
Ownership Determination	
Land Ownership Schematic of the	
Spacing Unit	Exhibit 2-1
Tract List (including lease numbers and	
owners)	Exhibits 2-1 and 2-2
Pooled Parties (including ownership	EXIMATE 2 2 GIVE 2 2
type)	Exhibit 2-2
Unlocatable Parties to be Pooled	EXIMAL 2.2
Ownership Depth Severance (including	
percentage above & below)	None
Joinder	None
Sample Copy of Proposal Letter	Exhibit 2-3
List of Interest Owners (i.e. Exhibit A of	EXHIBIT 2-3
JOA)	Exhibit 2-2
JOA)	EXITIBIT 2-2
Chronology of Contact with Non-Joined	
Working Interests	Exhibit 2-3
Overhead Rates In Proposal Letter	Exhibit 2-3
Cost Estimate to Drill and Complete	Exhibit 2-4
Cost Estimate to Equip Well	Exhibit 2-4
Cost Estimate for Production Facilities	Exhibit 2-4
Geology	
Summary (including special	
considerations)	Exhibit 3
Spacing Unit Schematic	Exhibits 2-1 and 3-A
Gunbarrel/Lateral Trajectory Schematic	Exhibit 3
Well Orientation (with rationale)	Laydown/Exhibit 3
Target Formation	Bone Spring
HSU Cross Section	Exhibit 3-C
Depth Severance Discussion	Not Applicable
Forms, Figures and Tables	
C-102	Exhibit 2-1
Tracts	Exhibit 2-1
Summary of Interests, Unit	LATING Z I
Recapitulation (Tracts)	Exhibit 2-2
Released to Imaging: 12/1/2021 8:25:39 AM	LAMBIC Z Z
110100300 10 111000110. 12/1/2021 0.20.07 11/1	

	3
General Location Wap (including basin)	Exhibits 2-1 and 3-A Page 46 of 46
Well Bore Location Map	Exhibits 2-1 and 3-A
Structure Contour Map - Subsea Depth	Exhibit 3-A
Cross Section Location Map (including	
wells)	Exhibits 3-B and 3-C
Cross Section (including Landing Zone)	Exhibit 3-C
Additional Information	
CERTIFICATION: I hereby certify that the	
information provided in this checklist is	
complete and accurate.	
Printed Name (Attorney or Party	
Representative):	James Bruce
Signed Name (Attorney or Party	/ By a Ryana
Representative):	Jams Grew
Date:	November 30, 2021