

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

**APPLICATION OF MEWBOURNE OIL COMPANY
TO AMEND ORDER FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

Case No. 23077

NOTICE OF FILING ADDITIONAL EXHIBITS

Mewbourne Oil Company hereby submits for filing the following:

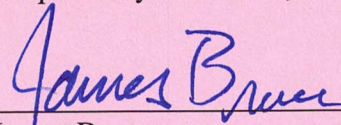
Exhibit 2 (corrected), the landman's affidavit. The original affidavit, on paragraph 2(c), stated that the well unit comprised 320 acres, rather than 640 acres. That is the only change.

Part of Exhibit 2-1, the C-102s. The original C-102s did not reflect the full well units.

Replacement Exhibit 4-D, the horizontal drilling plans. Original Exhibit 4-D contained survey calculation reports, from which the horizontal drilling plans are constructed.

Exhibit 6 (corrected), which corrects certain typos in the original Exhibit 6. The corrections on page 1 are highlighted.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043
jamesbruc@aol.com

Attorney for Mewbourne Oil Company

**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. 23077

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 six 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 12 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 Wolfcamp 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 640.00-acre horizontal spacing unit in the Wolfcamp formation comprised of the S2 of Section 17 and the S2 of Section 18, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico. The unit will be dedicated to the Slider 18/17 WOLI Fed Com #1H and Slider 18/17 WOMP Fed Com #1H wells. There are no depth severances in the Wolfcamp 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

*Revised
2*

- (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.

VERIFICATION

STATE OF TEXAS)
) ss.
COUNTY OF MIDLAND)

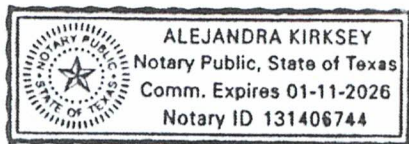
Adriana Salgado, being duly sworn upon his oath, deposes and states that: She is a Landman for Mewbourne Oil Company; she is authorized to make this verification on its behalf; she has read the foregoing statement, and knows the contents thereof; and the same is true and correct to the best of her knowledge,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


Asalgado
Adriana Salgado

SUBSCRIBED AND SWORN TO before me this 21st day of September, 2022 by Adriana Salgado.

My Commission Expires: 01/11/2024

Alejandra Kirksey
Notary Public



SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> ■ 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. 	<p>A. Signature <input checked="" type="checkbox"/> <i>Debra Nunez</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p>
<p>1. Article Addressed to:</p>	<p>B. Received by (Printed Name) <i>Debra Nunez</i> C. Date of Delivery <i>9/27/22</i></p>
<p>XTO Energy Company 22777 Springwoods Village Parkway Spring, Texas 77389-1425</p>	<p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p>
 9590 9402 7543 2098 9500 59	<p>3. Service Type</p> <ul style="list-style-type: none"> <input type="checkbox"/> Adult Signature <input checked="" type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Certified Mail® <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Collect on Delivery <input type="checkbox"/> Collect on Delivery Restricted Delivery <input type="checkbox"/> Priority Mail Express® <input type="checkbox"/> Registered Mail™ <input type="checkbox"/> Registered Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation™ <input type="checkbox"/> Signature Confirmation Restricted Delivery
<p>2. A <u>7021 0950 0002 0374 3580</u> stricted Delivery</p>	
<p>PS Form 3811, July 2020 PSN 7530-02-000-9053 <i>M slide</i> Domestic Return Receipt</p>	

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

State of New Mexico
 Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-49295	² Pool Code 98220	³ Pool Name Purple Sage - Wolfcamp
⁴ Property Code	⁵ Property Name SLIDER 18/17 WOLI FED COM	
⁷ GRID NO. 14744	⁸ Operator Name MEWBOURNE OIL COMPANY	⁶ Well Number 1H
		⁹ Elevation 3224'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	County
3	18	23S	27E		1380	SOUTH	290	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	17	23S	27E		2000	SOUTH	330	EAST	EDDY

¹² Dedicated Acres 640	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.

CORNER DATA

NAD 83 GRID - NM EAST

A: FOUND BRASS CAP "194.3"
N: 471941.7 - E: 570853.5

B: FOUND BRASS CAP "194.3"
N: 474592.0 - E: 570869.5

C: FOUND BRASS CAP "194.3"
N: 477243.2 - E: 570885.0

D: FOUND 1/2" REBAR
N: 477273.1 - E: 573519.0

E: FOUND 1/2" REBAR
N: 477299.9 - E: 576149.4

F: FOUND 1/2" REBAR
N: 477316.3 - E: 581421.4

G: FOUND 1" ROD
N: 472006.0 - E: 581435.1

H: FOUND PK NAIL
N: 474006.1 - E: 576144.1

I: FOUND 1/2" REBAR
N: 471978.5 - E: 573518.8

17 OPERATOR CERTIFICATION

EXHIBIT 2-1 (part)

order heretofore entered by the division.

Ryan McDaniel 9/12/22
Signature Date

Ryan McDaniel
Printed Name

RyanMcDaniel@mewbourne.com
E-mail Address

18 SURVEYOR CERTIFICATION

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

10/30/2019
Date of Survey

Signature and Seal of Professional Surveyor

19680
Certificate Number

REV: BH MOVE 09/01/22

Job No.: LS19101050R

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 1625 N. French Dr., Hobbs, NM 88240
 Phone: (575) 393-6161 Fax: (575) 393-0720
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Form C-102
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AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-49296	² Pool Code 98220	³ Pool Name Purple Sage - Wolfcamp
⁴ Property Code	⁵ Property Name SLIDER 18/17 WOMP FED COM	⁶ Well Number 1H
⁷ OGRID NO. 14744	⁸ Operator Name MEWBOURNE OIL COMPANY	⁹ Elevation 3224'

¹⁰ Surface Location

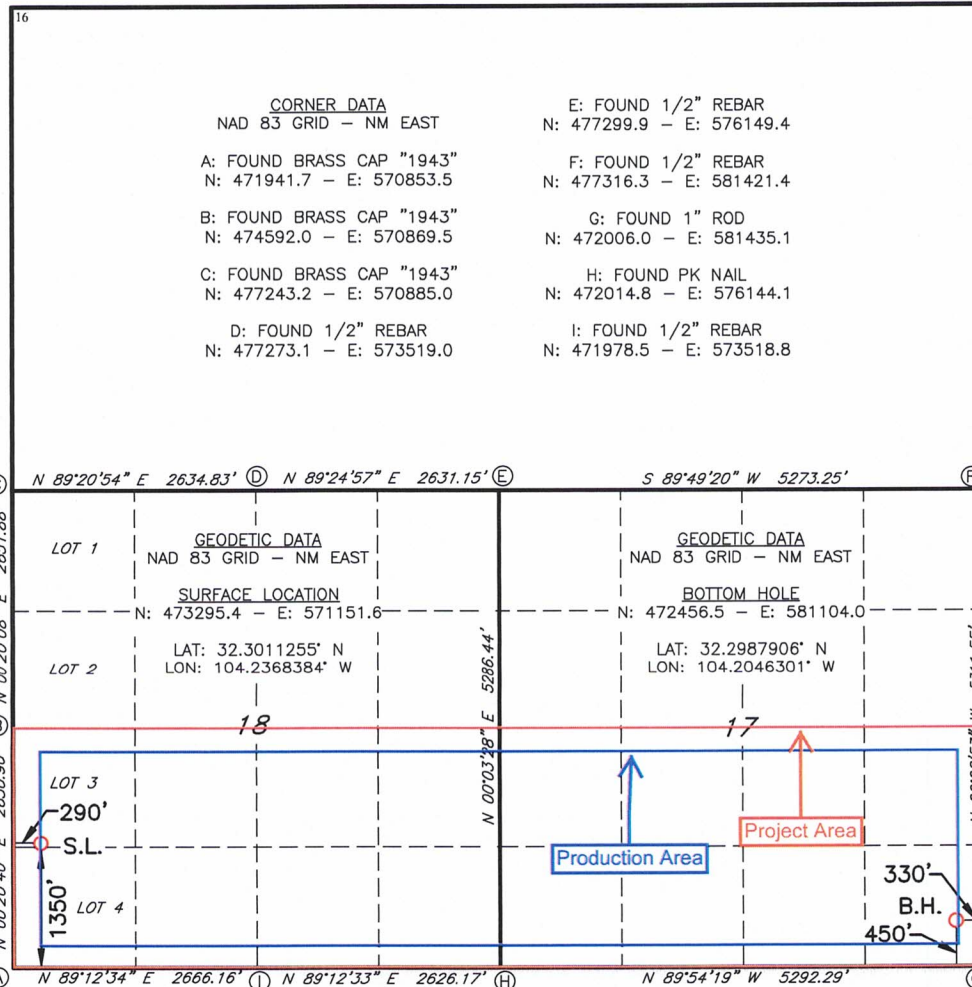
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	County
3	18	23S	27E		1350	SOUTH	290	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	17	23S	27E		450	SOUTH	330	EAST	EDDY

¹² Dedicated Acres 640	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.



¹⁷ OPERATOR CERTIFICATION
 I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and 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 such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

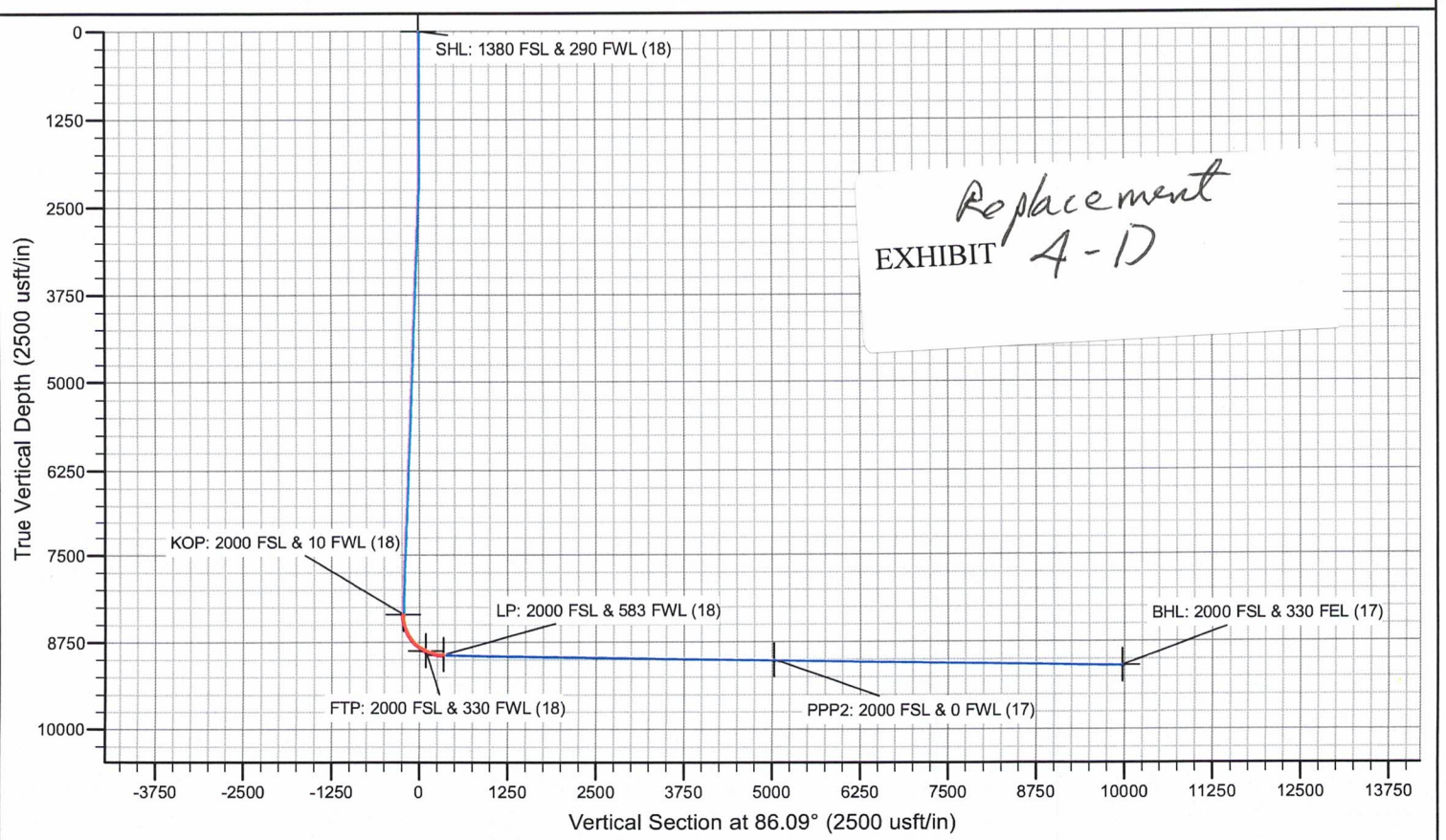
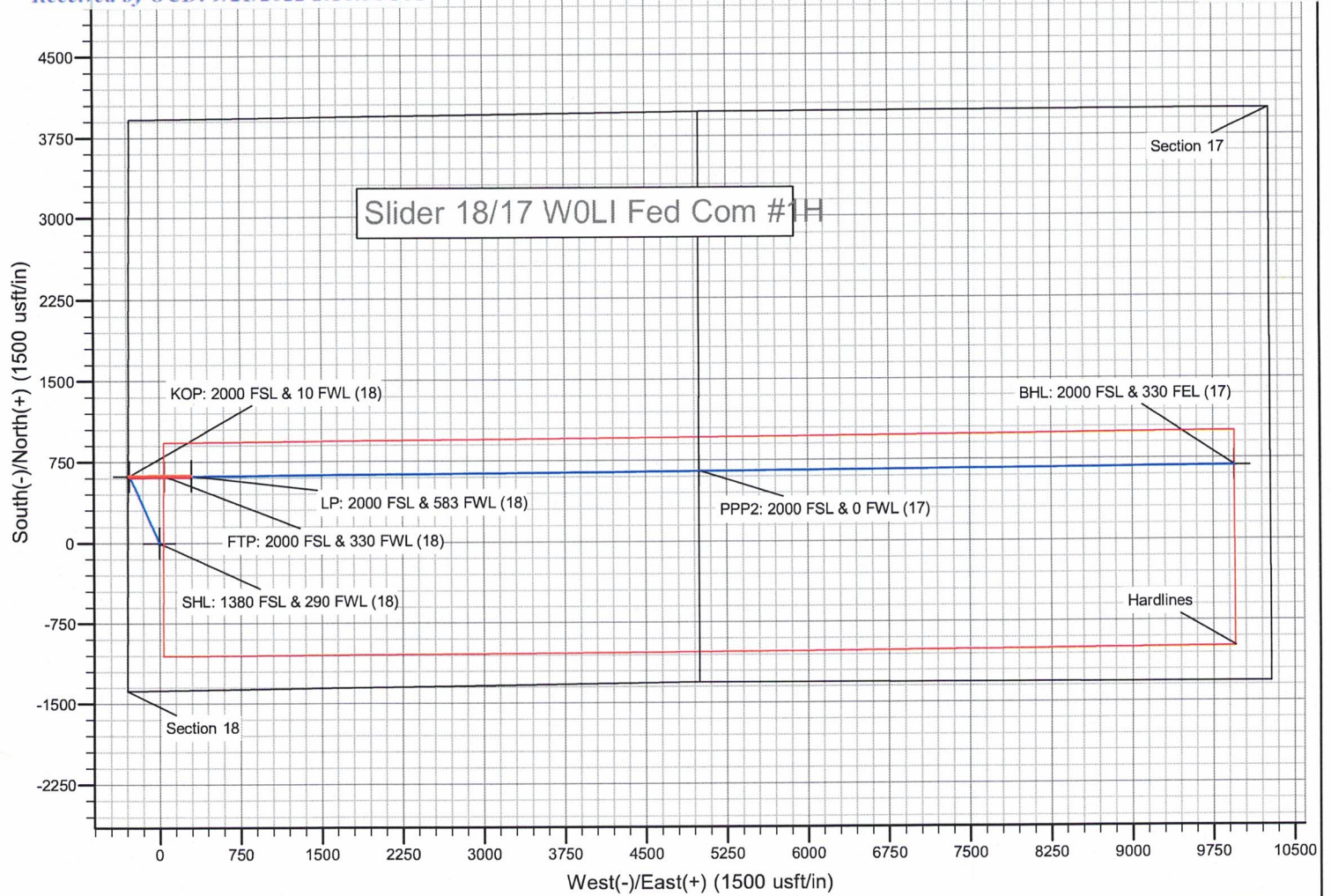
Ryan McDaniel 9/12/22
 Signature Date
Ryan McDaniel
 Printed Name
RyanMcDaniel@mewbourne.com
 E-mail Address

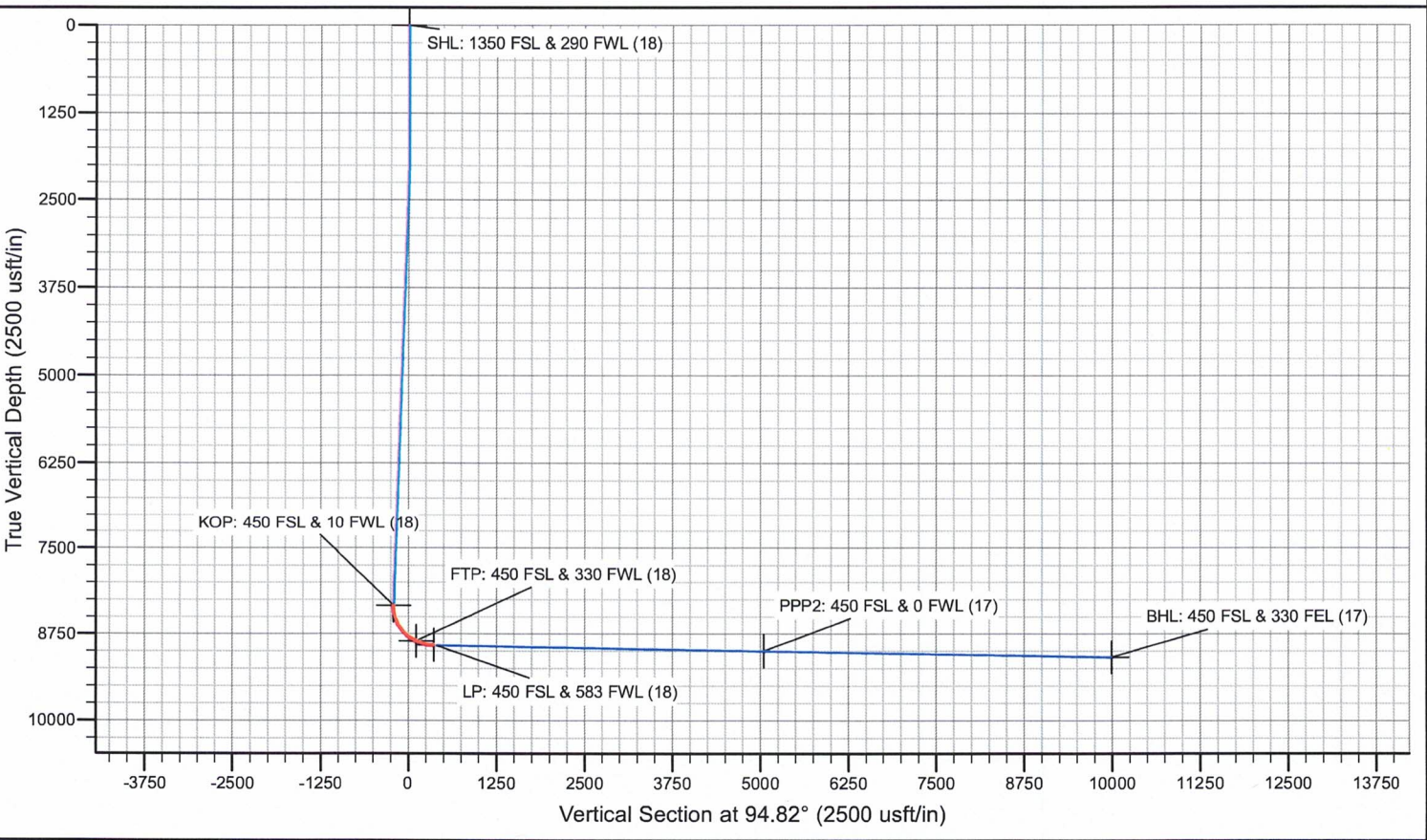
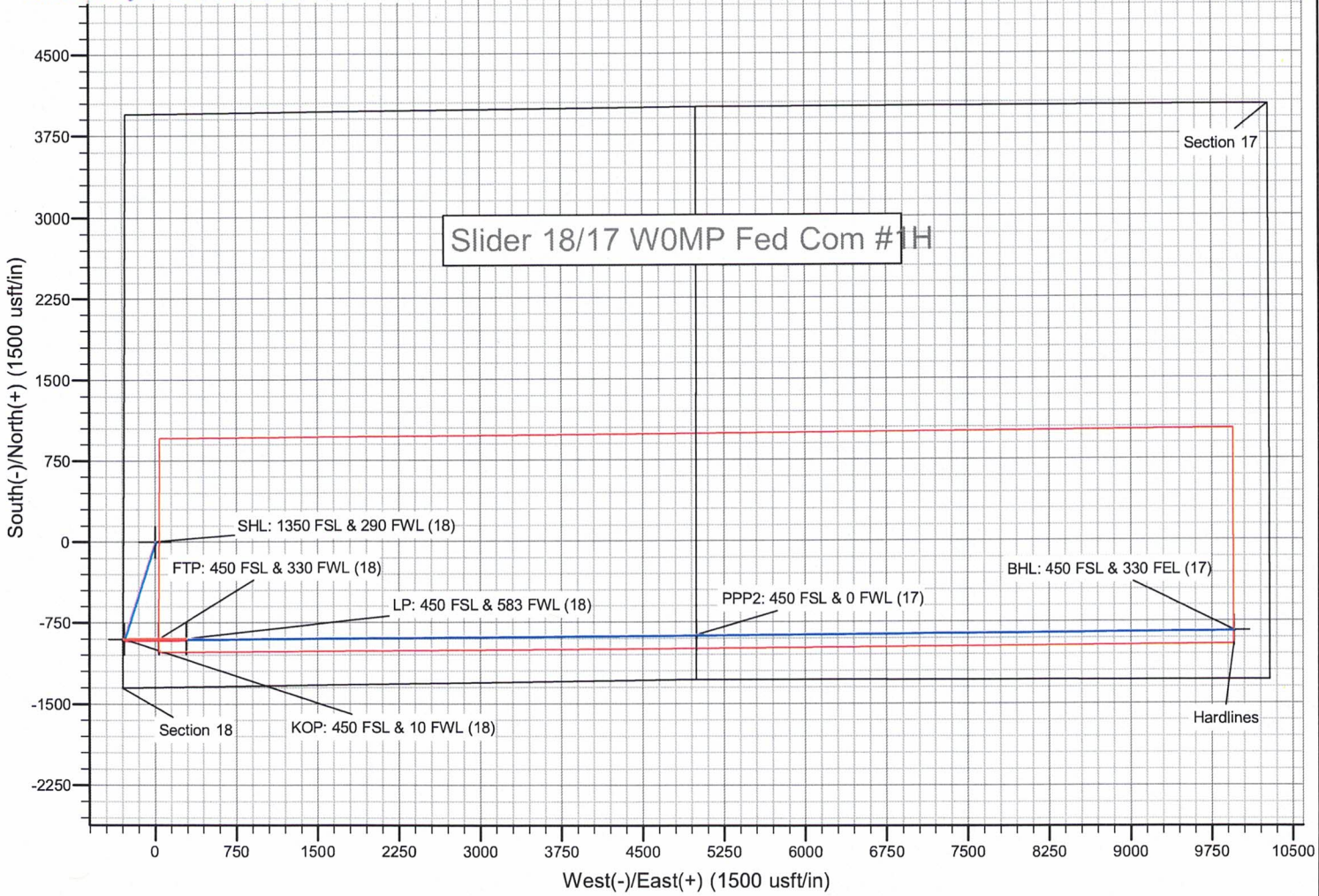
¹⁸ SURVEYOR CERTIFICATION
 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

10/30/2019
 Date of Survey
 Signature and Seal of Professional Surveyor

19680
 Certificate Number

REV: BH MOVE 09/01/22
 Job No.: LS19101051R



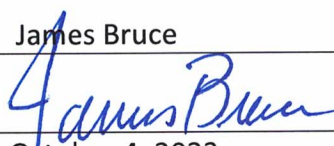


COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case:	23077
Date	October 6, 2022
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	Slider Wolfcamp wells
Formation/Pool	
Formation Name(s) or Vertical Extent:	Wolfcamp Formation
Primary Product (Oil or Gas):	Gas
Pooling this vertical extent:	Entire Wolfcamp formation
Pool Name and Pool Code:	Purple Sage; Wolfcamp (Gas)/Pool Code 98220
Well Location Setback Rules:	Purple Sage pool rules and current horizontal well rules
Spacing Unit Size:	Half Section/320 acres
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	640 acres
Building Blocks:	320 acres
Orientation:	West-East
Description: TRS/County	S/2 §18 and S/2 §17-23S-27E, NMPM, Eddy County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	
Applicant's Ownership in Each Tract	Exhibit 2B
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non- standard)	Slider18/17 W0IL Fee Well No. 1H API No. 30-015-Pending SHL: 1380 FSL & 290 FWL §18 BHL: 2000 FSL & 330 FEL §17 FTP: 2000 FSL & 330 FWL §18 LTP: 2000 FSL & 330 FEL §17 Upper Wolfcamp/TVD 8960 feet/MD 18500 feet

EXHIBIT 6

	Slider18/17 WOMP Fee Well No. 1H API No. 30-015-Pending SHL: 1350 FSL & 290 FWL §18 BHL: 450 FSL & 330 FEL §17 FTP: 450 FSL & 330 FWL §18 LTP: 450 FSL & 330 FEL §17 Upper Wolfcamp/TVD 8970 feet/MD 18500 feet
Horizontal Well First and Last Take Points	See above
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 2A, page 2
Requested Risk Charge	Cost + 200%/Exhibit 2A, page 2
Notice of Hearing	
Proposed Notice of Hearing	Exhibit 1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit 5
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit 6
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibits 2-1 and 2-2
Tract List (including lease numbers and owners)	
Pooled Parties (including ownership type)	Exhibit 2-2
Unlocatable Parties to be Pooled	
Ownership Depth Severance (including percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit 2-3
List of Interest Owners (<i>i.e.</i> Exhibit A of JOA)	Exhibit 22
Chronology of Contact with Non-Joined Working Interests	Exhibit 2-3
Overhead Rates In Proposal Letter	
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 4
Spacing Unit Schematic	Exhibit 4-A
Gunbarrel/Lateral Trajectory Schematic	Exhibit 4-B
Well Orientation (with rationale)	Laydown/Exhibit 4
Target Formation	Wolfcamp

HSU Cross Section	Exhibit 4-B
Depth Severance Discussion	Not Applicable
Forms, Figures and Tables	
C-102	Exhibit 2-1
Tracts	Exhibit 2-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit 2-2
General Location Map (including basin)	Exhibit 2-1
Well Bore Location Map	Exhibit 2-1
Structure Contour Map - Subsea Depth	Exhibit 4-A
Cross Section Location Map (including wells)	Exhibit 4-A
Cross Section (including Landing Zone)	Exhibit 4-B
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 Representative):	
Date:	October 4, 2022