CASE NO. 23709

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

EXHIBIT LIST

- 1. Pooling Checklist
- 2. Landman's Affidavit Exhibit 2-A: C-102s

Exhibit 2-B: Plats and Interest Ownership

Exhibit 2-C: Proposal Letter and Summary of Contacts

Exhibit 2-D: AFEs
Exhibit 2-E: OXY Lease

3. Geologist's Affidavit

Exhibit 3-A: Structure map

Exhibit 2-B: Cross-Section

Exhibit 3-C: Production Table

Exhibit 3-D: Horizontal Survey Calculations

4. Engineer's Affidavit

Exhibit 4-A: Tansill Fee. Well No. 1 APD

Exhibit 4-B: Tansill Fee. Well No. 2 APD

Exhibit 4-C: Production Table

Exhibit 4-D: Production Plot

Exhibit 4-E: Production Comparison

5. Affidavit of Mailing

Exhibit 5-A: Notice Letter

Exhibit 5-B: Second Notice Letter

- 6. Certified Notice Spreadsheet
- 7. Affidavit of Publication
- 8. Application and Proposed Notice

Part F

Part II

COMPULSORY POOLING APPLICATION CHECKLIST	
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case: 23709	APPLICANT'S RESPONSE
Date: November 2, 2023	A LONG ORES ONSE
Applicant	Mewbourne Oil Company
Designated Operator & OGRID (affiliation if applicable)	Mewbourne Oil Company/OGRID 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	Sandlot Wolfcamp wells
Formation/Pool	
Formation Name(s) or Vertical	Walfara
Extent:	Wolfcamp
Primary Product (Oil or Gas):	Gas
Pooling this vertical extent:	Entire Wolfcamp formation
Pool Name and Pool Code:	Purple Sage; Wolfcamp/Pool Code 98220
Well Location Setback Rules:	Statewide Rules and Purple Sage Special Rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	640 acres
Building Blocks:	320 acres
Orientation:	East-West
Description: TRS/County	S/2 §9 and S/2 §8, Township 22 South, Range 27 East, NMPM, Eddy County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non- standard unit requested in this application?	Yes EXHIBIT
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	N

Applicant's Ownership in Each	Exhibit 2-B
Tract	EXHIBIT 2-B
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non- standard)	Add wells as needed
Well #1	Sandlot 9/8 Fee Well No. 716H f/k/a Sandlot 9/8 WOIL Fee Well No. 1H API No. 30-015-48078 SHL: 1165 FSL & 365 FWL §10-22S-27E BHL: 1980 FSL & 330 FWL §8 FTP: 1980 FSL & 330 FWL §9 LTP: 1980 FSL & 330 FWL §8 Wolfcamp/TVD 8774 feet/MD 19306 feet
Well #2	Sandlot 9/8 Fee Well No. 718H f/k/a Sandlot 9/8 W0PM Fee Well No. 1H API No. 30-015-48077 SHL: 1135 FSL & 365 FWL §10-22S-27E BHL: 660 FSL & 330 FWL §8 FTP: 660 FSL & 330 FWL §9 LTP: 660 FSL & 330 FWL §8 Wolfcamp/TVD 8774 feet/MD 19306 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 \$	\$10000
Production Supervision/Month \$	\$1000
Justification for Supervision Costs	Exhibit 2, page 2
Requested Risk Charge	Cost plus 200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit 8
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit 5
Proof of Published Notice of Hearing (10 days before hearing)	N/A

Ownership Determination	
Land Ownership Schematic of	
the Spacing Unit	Exhibit 2-B
Tract List (including lease	
numbers and owners)	Exhibit 2-B
If approval of Non-Standard	
Spacing Unit is requested, Tract	
List (including lease numbers	
and owners) of Tracts subject to	
notice requirements.	
Pooled Parties (including	
ownership type)	Exhibit 2-B; Working Interest Owners
Unlocatable Parties to be Pooled	Yes
Ownership Depth Severance	
(including percentage above &	
below)	No Depth Severance
Joinder	
Sample Copy of Proposal Letter	Exhibit 2-C
List of Interest Owners (i.e.	EXNIBIT 2-C
Exhibit A of JOA)	Exhibit 2-B
Chronology of Contact with	EXHIBIT 2-B
Non-Joined Working Interests	Exhibit 2-C
Overhead Rates In Proposal	EXHIBIT Z-C
Letter	
Cost Estimate to Drill and	
Complete	Exhibit 2-D
Cost Estimate to Equip Well	Exhibit 2-D
Cost Estimate for Production	EATHOR 2 D
Facilities	Exhibit 2-D
Geology	
Summary (including special	
considerations)	Exhibit 3
Spacing Unit Schematic	Exhibits 2-A and 3-A
Gunbarrel/Lateral Trajectory	
Schematic Wall Orientation (1994)	Exhibits 3-B and 3-C
Well Orientation (with	F
rationale)	East-West; Exhibits 3, 3-A, and 3-C
Target Formation HSU Cross Section	Wolfcamp
Depth Severance Discussion	Exhibit 3-B
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit 2-A

Tracts	Exhibit 2-B
Summary of Interests, Unit	
Recapitulation (Tracts)	Exhibits 2-B
General Location Map (including	
basin)	Exhibits 3-A and 3-C
Well Bore Location Map	Exhibit 2-A
Structure Contour Map - Subsea	
Depth	Exhibits 3-A and 3-B
Cross Section Location Map	
(including wells)	Exhibits 3-A and 3-B
Cross Section (including Landing	
Zone)	Exhibit 3-B
Additional Information	
Special Provisions/Stipulations	
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	// 2
Representative):	Yamus Suce
Date:	October 26, 2023

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 FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 23709

VERIFIED STATEMENT OF CARSON CULLEN

Carson Cullen being duly sworn upon his 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 been qualified by the Division as an expert petroleum landman.
- 2. 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 and mineral owners into the Wolfcamp horizontal spacing unit described below, and in wells to be drilled in the unit.
 - (b) The interest owners being pooled have been contacted regarding the proposed wells but have simply refused to voluntarily commit their interests to the wells. Some interest owners are or may be unlocatable.
 - (c) C-102s outlining the unit being pooled are attached hereto as Attachment A. Mewbourne seeks an order approving a 640-acre horizontal spacing unit in the Wolfcamp formation comprised of S/2 of Section 9 and the S/2 of Section 8, Township 22 South, Range 27 East, NMPM. Mewbourne further seeks the pooling of all mineral interests in the Wolfcamp formation underlying the unit. The unit will be dedicated to the Sandlot 9/8 Fee #716H anSandlot 9/8 Fee #718H. The referenced wells are horizontal wells.
 - (d) There are no depth severances in the Wolfcamp formation.
 - (e) The parties being pooled and their interests are set forth in Exhibit 2-B. Their current and correct addresses are also set forth. To find the unlocatable parties we examined county and government records, and also conducted internet searches including google and drillinginfo.

EXHIBIT 2

- (f) Exhibit 2-C contains a summary of contacts with the interest owners, together with a sample copy of the proposal letters sent to them. In addition, I have had multiple phone calls and e-mails with the interest owners.
- (g) Mewbourne has made a good faith effort to locate or obtain the voluntary joinder of the working interest and mineral owners in the proposed wells.
- (h) Exhibit 2-D contains the Authorization for Expenditure for each proposed well. The estimated cost of the wells set forth therein are fair and reasonable, and are comparable to the costs of other wells of similar depth and length drilled in this area of Eddy County.
- (o) Mewbourne requests overhead and administrative rates of \$10000/month for a drilling well and \$1000/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. They are also the rates set forth in the Joint Operating Agreement for the well unit. Mewbourne requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.
- (j) Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (k) Applicant requests that it be designated operator of the wells.
- (l) American Energy Resources, LLC ("American") claims a working interest in the well unit. Mewbourne's title work shows that American only owns a royalty interest under the oil and gas lease submitted as Exhibit 2-E. That lease is now owned by OXY USA Inc. ("OXY"). OXY has informed Mewbourne that the lease has been kept in effect by production and by payment of shut-in royalties. Because American owns no working interest, it has no right file APDs.
- (m) Magnum Hunter Production asserts that a term assignment of its interest has expired. Just looking at the date on the term assignment may support that claim, this acreage is within one mile of the Carlsbad Brine Well. In July 2021 the Division issued a drilling and completion moratorium for this area, which means the term assignment was subject to *force majeure*. Mewbourne (and other operators) have been affected by this moratorium, and Mewbourne has still not received approval from the Division to commence the subject wells. Thus Mewbourne's opinion is that the term assignment is valid.
- (n) The attachments to this affidavit were prepared by me or under my supervision, or compiled from company business records.
- (o) The granting of this application is in the interests of conservation and the prevention of waste.

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 2(o) 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.

<u>October 26, 2023</u>	<u>Carson Cullen</u>
Date	Carson Cullen

District I
1025 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

UL or lot no

L

Section

8

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

County

EDDY

WELL LOCATION AND ACREAGE DEDICATION PLAT

2 4	API Numbe	8078		² Pool Code			³ Pool Na	me		
20.0	15.4	8018		98220		PURP	LE SAGE W	OLFCA	MP G	AS
⁴ Property Co	ode			SAI	NDLOT 9/8					⁶ Well Number 1H
⁷ OGRID 1474			3	MEWE	8 Operator BOURNE O	Name IL COMPANY				Elevation 3081'
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	est line	County
M	10	22S	27E		1165	SOUTH	365	WE	ST	EDDY
			11 H	Bottom H	ole Location	If Different Fro	om Surface			

Feet from the

1980

Township

22S

Range

27E

Lot Idn

No allowable will be assigned to this completion until all interest EXHIBIT

EXHIBIT 2. A

North/South line

SOUTH

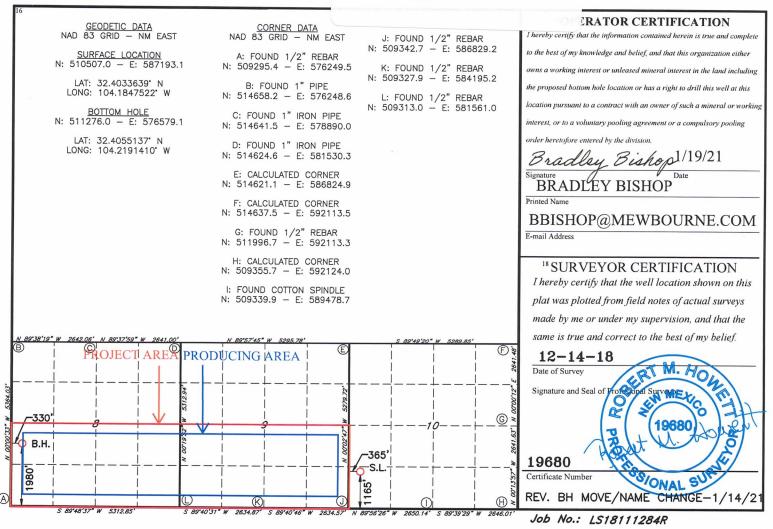
Feet from the

330

as been approved by the division.

East/West line

WEST



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

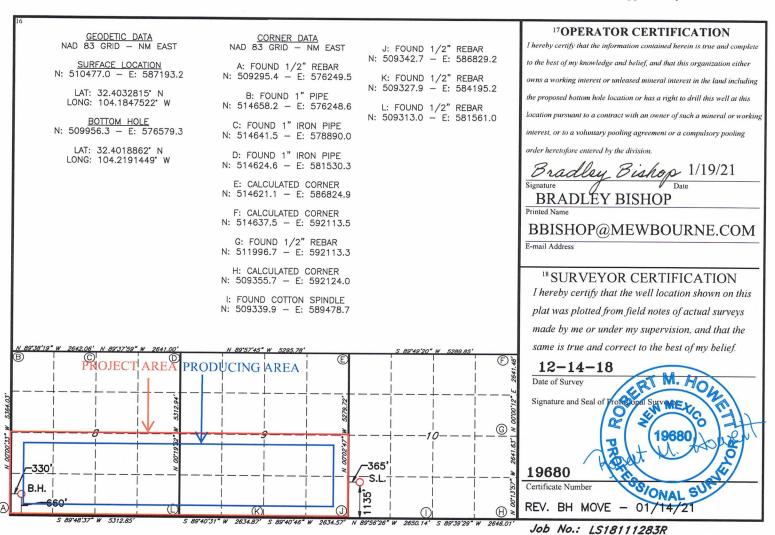
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

			1500 1500 1000			THE PLANT	TITLE TO THE PI			
70	API Numbe	· Ha	4	² Pool Code	e		³ Pool Na	me		
30 -	010	-7807	7	98220)	PURI	PLE SAGE V	VOLFC	AMP (GAS
⁴ Property Co	de				5 Property N					6 Well Number
				SAN	NDLOT 9/8	WOPM FEE				1H
7 OGRID 1					8 Operator N				9	Elevation
14744	4			MEW]	BOURNE OI	L COMPANY				3081'
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	est line	County
M	10	22S	27E		1135	SOUTH	365	WE	ST	EDDY
			¹¹]	Bottom H	Hole Location	If Different Fro	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
M	8	22S	27E		660	SOUTH	330	WE:	ST	EDDY
12 Dedicated Acres	13 Joint	or Infill 14	Consolidation	Code 15	Order No.					
640										

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.



Sandlot 9/8 FEE #716H Sections 8 (S/2) & 9 (S/2), T22S, R27E EDDY COUNTY, NM

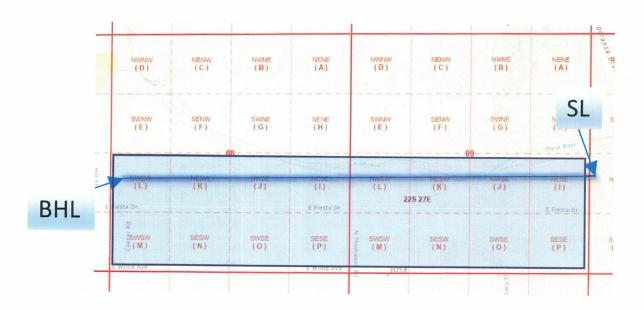
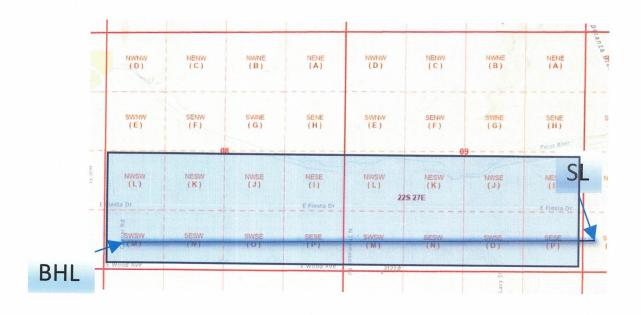


EXHIBIT 2-1



Sandlot 9/8 FEE #718H Sections 8 (S/2) & 9 (S/2), T22S, R27E EDDY COUNTY, NM





TRACT OWNERSHIP SANDLOT 9/8 FEE #711H SANDLOT 9/8 FEE #713H SANDLOT 9/8 FEE #718H SANDLOT 9/8 FEE #716H ALL of Sections 9 & 8, T22S, R27E EDDY COUNTY, NM

ALL of Sections 9 & 8, T22S, R27E: WOLFCAMP formation:

% Leasehold Interest

Mewbourne Oil Company, et al 500 West Texas, Ste. 1020 Midland, Texas 79701	63.908297%
Aplomado Management LLC 3319 Longfield Circle Houston, Texas 77063	Part of 36.091703%
Bennett Oil and Gas PO Box 264 Midland, Texas 79702	Part of 36.091703%
COG Operating, LLC 600 West Illinois Avenue Midland, Texas 79701	Part of 36.091703%
Concho Oil & Gas, LLC 600 West Illinois Avenue Midland, Texas 79701	Part of 36.091703%
David J. Sorenson PO Box 1453 Roswell, New Mexico 88202	Part of 36.091703%
EOG Resources Inc. 5509 Champions Drive Midland, Texas 79706	Part of 36.091703%
Featherstone Development Corporation PO Box 429 Roswell, New Mexico 88202	Part of 36.091703%
Joann Sivley Ruppert Trust PO Box 550 Tesuque, New Mexico 87574	Part of 36.091703%
The Karen Roberts Special Needs Trust 2509 Aspen Street Longview, Texas 75605	Part of 36.091703%
Mary Carol Green, Trustee Lanita C. Williamson Family Living Trust 5910 N. Central Expressway, Suite 1662 Dallas, Texas 75206	Part of 36.091703%

d by OCD: 10/26/2023 6:00:37 PM		P
Magnum Hunter Production, Inc. 600 N. Marienfeld Street, Suite 600 Midland, Texas 79701	Part of 36.091703%	
Marathon Oil Company 990 Town & Country Blvd. Houston, Texas 77024	Part of 36.091703%	
OXY USA Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046	Part of 36.091703%	
Pozo Rico Partners, LTD PO Box 2258 Cleburne, Texas 76033	Part of 36.091703%	
Red Bird Ventures, Inc. 15814 Champion Forest Drive, PMB 250 Spring, Texas 77379	Part of 36.091703%	
Ruth D. Roberts 5304 Scout Island Circle Austin, Texas 78731	Part of 36.091703%	
Sharbro Energy LLC PO Box 840 Artesia, New Mexico 88211	Part of 36.091703%	
Thomas Ray Sivley Trust PO Box 830308 Dallas, Texas 75283	Part of 36.091703%	
Wadi Petroleum, Inc 13231 Champion Forest Drive, Suite 401 Houston, Texas 77069	Part of 36.091703%	
Warwick-Ares LLC 6608 N. Western Avenue, Box 417 Oklahoma City, Oklahoma 73116	Part of 36.091703%	
Wesley Keith Roberts 418 Forest Hills Drive League City, Texas 77573	Part of 36.091703%	
Williamson Enterprises PO Box 32570 Santa Fe, New Mexico 87594	Part of 36.091703%	

^{*} Total interest being pooled: 36.091703%

MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020 Midland, Texas 79701 Phone (432) 682-3715 Fax (432) 685-4170

April 27, 2023

Via: Certified Mail

Bennett Oil and Gas PO Box 264 Midland, Texas 79702

Re:

Proposed Unit for Horizontal Wolfcamp Wells

Sandlot 9/8 W0PM Fee #1H Sandlot 9/8 W0IL Fee #1H Sandlot 9/8 W0HE Fee #1H Sandlot 9/8 W0AD Fee #1H Section 9, T22S-R27E Section 8, T22S-R27E Eddy County, New Mexico

EXHIBIT 2-C

Dear Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to form a 1280.00 acre Working Interest Unit ("WIU") covering the above captioned acreage for oil and gas production. The targeted interval for the proposed unit is the Wolfcamp formation. Mewbourne hereby proposes to drill and operate the following horizontal Wolfcamp wells:

- 1. Sandlot 9/8 W0PM Fee #1H located at a surface location 1135' FSL & 365' FWL of Section 10, with a bottom hole location 660' FSL & 330' FWL of Section 8. We anticipate drilling to an approximate total vertical depth of 8,774' and plan to continue drilling horizontally to the west to the proposed bottom hole location at an approximate total measured depth of 19,291'.
- 2. Sandlot 9/8 W0IL Fee #1H located at a surface location 1,165' FSL & 365' FWL of Section 10, with a bottom hole location 1,980' FSL & 330' FWL of Section 8. We anticipate drilling to an approximate total vertical depth of 8,774' and plan to continue drilling horizontally to the west to the proposed bottom hole location at an approximate total measured depth of 19,306'.
- 3. Sandlot 9/8 W0HE Fee #1H located at a surface location 1,930' FNL & 205' FWL of Section 10, with a bottom hole location 1,980' FNL & 330' FWL of Section 8. We anticipate drilling to an approximate total vertical depth of 8,770' and plan to continue drilling horizontally to the west to the proposed bottom hole location at an approximate total measured depth of 19,057'.
- 4. Sandlot 9/8 W0AD Fee #1H located at a surface location 1,900' FNL & 205' FWL of Section 10, with a bottom hole location 660' FNL & 330' FWL of Section 8. We anticipate drilling to an approximate total vertical depth of 8,760' and plan to continue drilling horizontally to the west to the proposed bottom hole location at an approximate total measured depth of 19,115'.

Regarding the above, enclosed for your further handling and information are copies of our Authorization For Expenditure ("AFEs") for the above wells.

Please indicate your participation election by having each AFE executed and returned to my attention at the above address within thirty (30) days of receipt hereof. Our proposed Operating Agreement to follow.

Feel free to contact me at (432) 682-3715 or via email at ccullen@mewbourne.com if you have any questions or concerns. I look forward to hearing from you.

Sincerely,

MEWBOURNE OIL COMPANY

Carson J. Cullen

Carson Cullen

Landman



Summary of Communications

Sandlot 9-8 Fee #711 Sandlot 9-8 Fee #713 Sandlot 9-8 Fee #716 Sandlot 9-8 Fee #718

Aplomado Management LLC

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

2. Bennett Oil and Gas

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

3. COG Operating, LLC

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

4. Concho Oil & Gas, LLC

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

5. David J. Sorenson

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

6. EOG Resources Inc.

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

7. Featherstone Development Corporation

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

8. Joann Sivley Ruppert Trust

April 27th, 2023 – Well proposal and AFE delivered via certified mail.



18. Thomas Ray Sivley Trust

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

19. Wadi Petroleum, Inc

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

20. Warwick-Ares LLC

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

21. Wesley Keith Roberts

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

22. Williamson Enterprises

April 27^{th} , 2023 - Well proposal and AFE delivered via certified mail.



9. The Karen Roberts Special Needs Trust

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

10. Mary Carol Green, Trustee

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

11. Magnum Hunter Production, Inc.

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

12. Marathon Oil Company

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

13. OXY USA Inc.

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

14. Pozo Rico Partners, LTD

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

15. Red Bird Ventures, Inc.

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

16. Ruth D. Roberts

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

17. Sharbro Energy LLC

April 27th, 2023 – Well proposal and AFE delivered via certified mail.

MEWBOURNE OIL COMPANY

Well Name: SANDLOT 9/8 FEE #716H	Drog	annati [64	NDLOT		
Location: SL: 1165 FSL & 365 FWL (10); BHL: 1980 FSL & 330 FWL (8)		spect: SA			
Sec. 10 Blk: Survey: TW			Maria Cara Cara Cara Cara Cara Cara Cara		ST: NM
	P: 22S	RNG:	27E Prop. TV	D: 8774	TMD: 19306
INTANGIBLE COSTS 0180 Regulatory Permits & Surveys		CODE	TCP	CODE	cc
Location / Road / Site / Preparation		0180-0100	-		650.000
Location / Restoration		0180-0106	THE RESERVE OF THE PARTY OF THE	-	\$50,000 \$20,000
Daywork / Turnkey / Footage Drilling 20 days drlg / 3 days comp @ \$30,0	00/d	0180-0110	_	-	\$96,100
Fuel 1700 gal/day @ \$3.90/gal	-	0180-0114	THE PERSON NAMED IN COLUMN 2 I		\$353,400
Alternate Fuels		0180-0115		0180-0215	\$120,000
Mud, Chemical & Additives Mud - Specialized		0180-0120			
Horizontal Drillout Services		0180-0121	\$220,000	0180-0221	
Stimulation Toe Preparation				0180-0222	\$240,000
Cementing		0180-0125	£145.000	0180-0223 0180-0225	\$40,000
Logging & Wireline Services		0180-0130		-	\$55,000 \$444,600
Casing / Tubing / Snubbing Service		0180-0134			\$15,000
Mud Logging		0180-0137			
Stimulation 61 Stg 25.3 MMgal & 25.3 MMlbs				0180-0241	\$3,450,000
Stimulation Rentals & Other Water & Other	-			0180-0242	\$320,000
Bits		0180-0145		0180-0245	\$514,700
Inspection & Repair Services		0180-0148	-	0180-0248	\$5,000
Misc. Air & Pumping Services		0180-0150	The second secon	-	\$5,000
Testing & Flowback Services		0180-0158		0180-0254 0180-0258	\$10,000
Completion / Workover Rig		0100-0130	\$12,000	0180-0258	\$24,000
Rig Mobilization		0180-0164	\$150,000	0 100-0200	\$10,500
Transportation		0180-0165		0180-0265	\$20,000
Welding, Construction, & Maint. Services		0180-0168		0180-0268	\$15,000
Contract Services & Supervision		0180-0170			\$70,500
Directional Services Includes vertical control		0180-0175	\$308,700		
Equipment Rental		0180-0180	\$151,400	0180-0280	\$21,600
Well / Lease Legal		0180-0184	-	0180-0284	
Well / Lease Insurance Intangible Supplies		0180-0185		0180-0285	
Damages		0180-0188		0180-0288	\$1,000
Pipeline Interconnect & ROW Easements		0180-0190	-	0180-0290	\$10,000
Company Supervision		0180-0192		0180-0292 0180-0295	\$5,000 \$39,600
Overhead Fixed Rate		0180-0196	-	0180-0296	\$20,000
Contingencies 5% (TCP) 5% (CC)		0180-0199	\$135,600	-	\$298,800
	TOTAL		\$2,848,000		\$6,274,800
TANGIBLE COSTS 0181					40,211,000
Casing (19.1" - 30")		0181-0793			
Casing (10.1" - 19.0") 410' - 13 3/8" 54.5# J-55 ST&C @ \$76.30/ft		0181-0794	-		
Casing (8.1" - 10.0") 1890' - 9 5/8" 40# HCL80 LT&C @ \$60.83/ft		0181-0795			
Casing (6.1" - 8.0") 9045' - 7" 29# HPP110 BT&C @ \$59.83/ft		0181-0796			
Casing (4.1" - 6.0") 10400' - 4 1/2" 13.5# HCP-110 CDC-HTQ @ \$33	47/ft			0181-0797	\$371,800
Tubing 8320' - 2 7/8" 6.5# L-80 IPC Tbg @ \$17.00/ft				0181-0798	\$151,100
D			for one		
Drilling Head		0181-0860	\$35,000		
Drilling Head Tubing Head & Upper Section		0181-0860	\$35,000	0181-0870	
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools		0181-0860	\$35,000	0181-0871	\$50,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift		0181-0860	\$35,000	0181-0871 0181-0880	\$50,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885	\$50,000 \$25,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886	\$50,000 \$25,000 \$8,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890	\$50,000 \$25,000 \$8,000 \$130,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ, pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt, HT		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment Automation / Metering Equipment Automation/fiber/meters		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0896 0181-0890 0181-0892	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$82,700
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$82,700 \$52,500
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Flowline/parts		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895 0181-0898	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation / Metering Equipment Automation / Metering Equipment (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Flowline/parts Cathodic Protection		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895 0181-0900 0181-0900 0181-0908	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Tittings / Valves & Accessories Cathodic Protection Electrical Installation		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895 0181-0900 0181-0906 0181-0908 0181-0908	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$176,200
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0900 0181-0900 0181-0900 0181-0909 0181-0909	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$176,200
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Tittings / Valves & Accessories Cathodic Protection Electrical Installation		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895 0181-0900 0181-0906 0181-0908 0181-0908	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$176,200
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip, & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation		0181-0860	\$35,000	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0900 0181-0900 0181-0900 0181-0909 0181-0909	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$176,200 \$91,400 \$56,600
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	TOTAL	0181-0860		0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0900 0181-0900 0181-0900 0181-0909 0181-0909	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200 \$91,400 \$56,600
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/WRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt, HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Facility gas work & GL injection	TOTAL	0181-0860	\$769,200	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0900 0181-0900 0181-0900 0181-0909 0181-0909	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200 \$91,400 \$56,600
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/WRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt, HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Facility gas work & GL injection	TOTAL	0181-0860		0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0900 0181-0900 0181-0900 0181-0909 0181-0909	\$50,000 \$25,000 \$130,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$116,600
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/WRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt, HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Facility gas work & GL injection	UBTOTAL	0181-0860	\$769,200 \$3,617,200	0181-0871 0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0900 0181-0900 0181-0900 0181-0909 0181-0909	\$50,000 \$25,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200 \$11,400 \$16,600
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip, & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ, pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz, Sep./Vt, Sep/Hz, HT/Vt, HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Facility gas work & GL injection Facility gas work & GL injection	COST	nate share c	\$769,200 \$3,617,200 \$11,2	0181-0871 0181-0880 0181-0885 0181-0890 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$50,000 \$25,000 \$130,000 \$130,000 \$92,400 \$82,700 \$57,500 \$24,000 \$176,200 \$11,400 \$1,400 \$1,358,300 \$1,358,300
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip, & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ, pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz, Sep./Vt, Sep/Hz, HT/Vt, HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Flowline/parts Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Facility gas work & GL injection TOTAL WELLE Extra Expense Insurance I elect to be covered by Operator's Extra Expense Insurance and pay of Operator has secured Extra Expense Insurance covering costs of well con I elect to purchase my own well control insurance policy.	COST	nate share cand redrilling	\$769,200 \$3,617,200 \$11,2	0181-0871 0181-0880 0181-0885 0181-0890 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$50,000 \$25,000 \$130,000 \$130,000 \$92,400 \$82,700 \$57,500 \$24,000 \$176,200 \$11,400 \$1,400 \$1,358,300 \$1,358,300
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Flowline/parts Cathodic Protection Electrical Installation Equipment Installation Fipeline Construction Facility gas work & GL injection Fipeline Construction Facility gas work & GL injection TOTAL WELL Extra Expense Insurance and pay of Operator's Extra Expense Insurance and pay of Operator has secured Extra Expense Insurance covering costs of well con I elect to purchase my own well control insurance policy. If neither box is checked above, non-operating working interest owner elects to be covered by Operator's Facility pays of the properator of the facility of the properator of the properator of the facility of the properator of th	COST The proportion of the control in the control	nate share cand redrilling	\$769,200 \$3,617,200 \$11,2 If the premium. as estimated in Lin	0181-0871 0181-0880 0181-0885 0181-0890 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$50,000 \$25,000 \$130,000 \$130,000 \$92,400 \$82,700 \$57,500 \$24,000 \$176,200 \$11,400 \$1,400 \$1,358,300 \$1,358,300
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Flowline/parts Cathodic Protection Electrical Installation Equipment Installation Equipment Installation Pipeline Construction Facility gas work & GL injection	COST	nate share c and redrilling	\$769,200 \$3,617,200 \$11,2 If the premium. as estimated in Lin	0181-0871 0181-0880 0181-0885 0181-0890 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$30,000 \$50,000 \$25,000 \$25,000 \$130,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200 \$91,400 \$56,600 \$11,358,300 \$7,633,100
Drilling Head Tubing Head & Upper Section Horizontal Completion Tools Subsurface Equip. & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ. pump Storage Tanks (1/4) 6 - 750 bb//5 - 750 bb/ coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Flowline/parts Cathodic Protection Electrical Installation Equipment Installation Equipment Installation Pipeline Construction Facility gas work & GL injection TOTAL WELL Extra Expense Insurance I elect to be covered by Operator's Extra Expense Insurance and pay Operator has secured Extra Expense Insurance covering costs of well con I elect to purchase my own well control insurance policy. If neither box is checked above, non-operating working interest owner elects to be covered by Operator Prepared by: H. Buckley Company Approval:	ny proportion rol, clean up a	nate share c and redrilling	\$769,200 \$3,617,200 \$11,2 If the premium. as estimated in Lin	0181-0871 0181-0880 0181-0885 0181-0890 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$50,000 \$25,000 \$130,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200 \$11,400 \$56,600 \$11,358,300 \$7,633,100
Drilling Head & Upper Section Horizontal Completion Tools Subsurface Equip, & Artificial Lift Pumping Unit Systems Service Pumps (1/4) TP/CP/circ, pump Storage Tanks (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB Emissions Control Equipment (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR Separation / Treating Equipment (1/4) 2 - Hz, Sep./Vt, Sep/Hz, HT/Vt, HT Automation / Metering Equipment Automation/fiber/meters Line Pipe & Valves - Gathering (1/4) Facility Work + GL Injection Fittings / Valves & Accessories Flowline/parts Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Facility gas work & GL injection TOTAL WELLE Extra Expense Insurance and pay of Operator has secured Extra Expense Insurance covering costs of well control in surance policy. If neither box is checked above, non-operating working interest owner elects to be covered by Operator Prepared by: H. Buckley Company Approval: Joint Owner Interest: Amount:	ny proportion rol, clean up a	nate share c and redrilling	\$769,200 \$3,617,200 \$11,2 If the premium. as estimated in Lin	0181-0871 0181-0880 0181-0885 0181-0890 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910 0181-0920	\$50,000 \$25,000 \$130,000 \$130,000 \$92,400 \$82,700 \$52,500 \$24,000 \$176,200 \$11,400 \$56,600 \$11,358,300 \$7,633,100



MEWBOURNE OIL COMPANY

AUTHORIZATION FOR EXPENDITURE

Location: SL: 1165 FSL & 365	#718H FWL (10); BHL: 1980 FSL & 330 FWL (8)		ounty: EDD	DLOT		Jez Ciii
Sec. 10 Blk: Survey		TWP: 228		E Prop. TVI	D: 8774	ST: NM
	ITANGIBLE COSTS 0180	1001 [220				
Regulatory Permits & Surveys	TANGIBLE COSTS 0180		0180-0100	TCP \$10,000	0180-0200	СС
Location / Road / Site / Preparation	l .		0180-0105		0180-0200	\$50,00
Location / Restoration			0180-0106		0180-0206	\$20,00
Daywork / Turnkey / Footage Drillin	7 - 3 - 4 - 5 - 6 - 4	30,000/d	0180-0110		0180-0210	\$96,10
Alternate Fuels	1700 gal/day @ \$3.90/gal		0180-0114	\$141,600		\$353,40
Mud, Chemical & Additives			0180-0115 0180-0120	\$40,000	0180-0215	\$120,00
Mud - Specialized			0180-0120	\$220,000		
Horizontal Drillout Services			0.000	4220,000	0180-0222	\$240,00
Stimulation Toe Preparation					0180-0223	\$40,00
Cementing Logging & Wireline Services			0180-0125	\$145,000		\$55,00
Casing / Tubing / Snubbing Service	3		0180-0130 0180-0134	\$2,500 \$30,000	-	\$444,60 \$15,00
Mud Logging			0180-0137	\$35,000	0100-0234	\$13,00
Stimulation	61 Stg 25.3 MMgal & 25.3 MMlb	s			0180-0241	\$3,450,00
Stimulation Rentals & Other					0180-0242	\$320,00
Water & Other Bits			0180-0145	\$35,000	-	\$514,70
Inspection & Repair Services			0180-0148	\$86,000	-	\$5,00
Misc. Air & Pumping Services			0180-0150	\$50,000	0180-0250 0180-0254	\$5,000
Testing & Flowback Services			0180-0154	\$12,000	0180-0254	\$10,000 \$24,000
Completion / Workover Rig			3.00-0100	¥12,000	0180-0258	\$10,500
Rig Mobilization			0180-0164	\$150,000		
Transportation			0180-0165		0180-0265	\$20,000
Welding, Construction, & Maint. Se	rvices		0180-0168		0180-0268	\$15,000
Contract Services & Supervision Directional Services			0180-0170		0180-0270	\$70,500
Equipment Rental	Includes vertical control		0180-0175 0180-0180	\$308,700	0180-0280	\$21,600
Well / Lease Legal			0180-0184		0180-0280	\$21,000
Well / Lease Insurance			0180-0185		0180-0285	
Intangible Supplies			0180-0188	\$8,000		\$1,000
Damages			0180-0190	\$80,000	0180-0290	\$10,000
Pipeline Interconnect & ROW Ease	ments		0180-0192		0180-0292	\$5,000
Company Supervision Overhead Fixed Rate			0180-0195	\$90,000		\$39,600 \$20,000
	% (TCP) 5% (CC)		0180-0196 0180-0199	\$10,000 \$135,600	0180-0296 0180-0299	\$298,800
3	((3))	TOTAL		\$2,848,000		\$6,274,800
7	ANGIBLE COSTS 0181					
Casing (19.1" - 30")			0181-0793			
Casing (10.1" - 19.0")	410' - 13 3/8" 54,5# J-55 ST&C @ \$76.30/ft		0181-0794	\$33,400		
Casing (8.1" - 10.0")	1890' - 9 5/8" 40# HCL80 LT&C @ \$60.83/ft	ı	0181-0795	\$122,800		
Casing (6.1" - 8.0")	9045' - 7" 29# HPP110 BT&C @ \$59.83/ft	2000 47/0	0181-0796	\$578,000	0404.0707	\$371,800
Casing (4.1" - 6.0") Tubing	10400' - 4 1/2" 13.5# HCP-110 CDC-HTQ @ 8320' - 2 7/8" 6.5# L-80 IPC Tbg @ \$17.00/f				0181-0797 0181-0798	\$151,100
Drilling Head	0020 - 2 1/0 0.0# E-00 II O 10g @ \$17.00/I		0181-0860	\$35,000	01010100	4101110
Tubing Head & Upper Section					0181-0870	\$30,00
Horizontal Completion Tools						
C. Lauria and Faring O A Mile					0181-0871	\$50,000
Subsurface Equip. & Artificial Lift					0181-0880	\$50,000
Pumping Unit Systems	ANATROPI.				0181-0880 0181-0885	\$50,000 \$25,000
Pumping Unit Systems Service Pumps	(1/4) TP/CP/circ, pump (1/4) 6 - 750 hbl/5 - 750 hbl coated/1 - GR				0181-0880 0181-0885 0181-0886	\$50,000 \$25,000 \$8,000
Pumping Unit Systems	(1/4) TP/CP/circ, pump (1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRTV/RU/Flare/3 - KO/AIR				0181-0880 0181-0885	\$50,000 \$25,000 \$8,000 \$130,000
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB				0181-0880 0181-0885 0181-0886 0181-0890	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$82,700
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters			4	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895 0181-0898	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$82,700 \$52,500
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection				0181-0880 0181-0885 0181-0896 0181-0890 0181-0892 0181-0895 0181-0898 0181-0900	\$50,000 \$25,000 \$130,000 \$92,400 \$82,70 \$52,500
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters				0181-0880 0181-0885 0181-0890 0181-0890 0181-0892 0181-0895 0181-0898 0181-0900 0181-0906	\$50,000 \$25,000 \$130,000 \$92,400 \$52,50 \$24,00
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection				0181-0880 0181-0885 0181-0896 0181-0890 0181-0895 0181-0898 0181-0900 0181-0906 0181-0908	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$62,700 \$52,500 \$176,20
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection				0181-0880 0181-0885 0181-0890 0181-0890 0181-0892 0181-0895 0181-0898 0181-0900 0181-0906	\$50,000 \$25,000 \$130,000 \$130,000 \$82,400 \$82,700 \$52,500 \$176,20
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection				0181-0880 0181-0885 0181-0890 0181-0892 0181-0895 0181-0898 0181-0900 0181-0906 0181-0908	\$50,000 \$25,000 \$130,000 \$92,40 \$82,70 \$52,50 \$24,00 \$176,20
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts				0181-0880 0181-0885 0181-0896 0181-0890 0181-0892 0181-0895 0181-0906 0181-0906 0181-0906 0181-0909 0181-0910	\$50,000 \$25,000 \$130,000 \$92,40 \$82,70 \$52,50 \$24,00 \$176,20
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts				0181-0880 0181-0885 0181-0890 0181-0890 0181-0892 0181-0898 0181-0990 0181-0900 0181-0900 0181-0900 0181-0900 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$56,600 \$16,600
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts	TOTAL		\$769,200	0181-0880 0181-0885 0181-0895 0181-0890 0181-0890 0181-0895 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$56,600 \$1,358,30
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts	TOTAL		\$769,200 \$3,617,200	0181-0880 0181-0885 0181-0895 0181-0890 0181-0890 0181-0895 0181-0898 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$56,600 \$16,600
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./VL Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection			\$3,617,200	0181-0880 0181-0885 0181-0895 0181-0890 0181-0890 0181-0895 0181-0898 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,20 \$91,40 \$56,60 \$16,60
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./VL Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection	SUBTOTAL		\$3,617,200	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0895 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,20 \$91,40 \$56,60 \$16,60
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vl. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection	SUBTOTAL VELL COST		\$3,617,200 \$11,; the premium.	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$176,200 \$16,600 \$1,358,300 \$7,633,100
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./V. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection	SUBTOTAL VELL COST		\$3,617,200 \$11,; the premium.	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$176,200 \$16,600 \$1,358,300 \$7,633,100
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / 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 Operator has secured	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/VRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Vl. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection	SUBTOTAL VELL COST		\$3,617,200 \$11,; the premium.	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$176,200 \$16,600 \$1,358,300 \$7,633,100
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / 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 Operator has secured	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./Nt. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection TOTAL V by Operator's Extra Expense Insurance and Extra Expense Insurance covering costs of we	SUBTOTAL VELL COST I pay my proportio ell control, clean up	and redrilling	\$3,617,200 \$11,; the premium.	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,00 \$25,00 \$8,00 \$130,00 \$92,40 \$82,70 \$52,50 \$24,00 \$176,20 \$91,40 \$56,60 \$16,60
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Extra Expense Insurance	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./VL Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection TOTAL V by Operator's Extra Expense Insurance and Extra Expense Insurance covering costs of we by own well control insurance policy.	SUBTOTAL VELL COST d pay my proportio ell control, clean up	and redrilling a	\$3,617,200 \$11,,; the premium. as estimated in Li	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$16,600 \$1,356,300 \$7,633,10
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / Metering Equipment Line Pipe & Valves - Gathering Fittings / Valves & Accessories Cathodic Protection Electrical Installation Equipment Installation Pipeline Construction Extra Expense Insurance	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./V. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection TOTAL V by Operator's Extra Expense Insurance and Extra Expense Insurance covering costs of we also only own well control insurance policy. ing working interest owner elects to be covered by O H. Buckley	SUBTOTAL VELL COST If pay my proportio ell control, clean up sperator's well control i Date	nsurance. 04/13/202	\$3,617,200 \$11,,; the premium. as estimated in Li	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$176,200 \$16,600 \$1,358,300 \$7,633,100
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / 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 Operator has secured I lelect to purchase in If neither box is checked above, non-operat	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./VL Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection TOTAL V by Operator's Extra Expense Insurance and Extra Expense Insurance covering costs of we by own well control insurance policy.	SUBTOTAL VELL COST d pay my proportio ell control, clean up	nsurance. 04/13/202	\$3,617,200 \$11,,; the premium. as estimated in Li	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$16,600 \$1,356,300 \$7,633,10
Pumping Unit Systems Service Pumps Storage Tanks Emissions Control Equipment Separation / Treating Equipment Automation / 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 Operator has secured I relect to purchase in If neither box is checked above, non-operat Prepared by: Company Approval:	(1/4) 6 - 750 bbl/5 - 750 bbl coated/1 - GB (1/4) 3 - VRT/NRU/Flare/3 - KO/AIR (1/4) 2 - Hz. Sep./V. Sep/Hz. HT/Vt. HT Automation/fiber/meters (1/4) Facility Work + GL Injection Flowline/parts Facility gas work & GL injection TOTAL V by Operator's Extra Expense Insurance and Extra Expense Insurance covering costs of we also only own well control insurance policy. ing working interest owner elects to be covered by O H. Buckley	SUBTOTAL VELL COST If pay my proportio ell control, clean up sperator's well control i Date	nsurance. 04/13/202	\$3,617,200 \$11,,; the premium. as estimated in Li	0181-0880 0181-0885 0181-0886 0181-0890 0181-0892 0181-0892 0181-0990 0181-0900 0181-0900 0181-0900 0181-0910 0181-0910	\$50,000 \$25,000 \$8,000 \$130,000 \$92,400 \$52,500 \$24,000 \$176,200 \$16,600 \$1,356,300 \$7,633,10

ħ

	- 28 S (4-70) by:
CURRIER	Abstract Co. OIL AND GAS LEASE
R.	end between Made and entered into the 22nd day of February 19 73
_	850 De wett File 301 46.88
wh	see mailing address is 105 page Palace, Chicago, Illinois 60611 hereinafter called
Les	sor (whether one or more), and Cities Service Oil Company
-	Tulsa, Oklahoma 74102 , hereinafter called Lessee:
peri end ell	WINCESSEE: That the said lessor, for and in consideration of Ten and No/100 Dollars, in head paid, the receipt of which is heaving school-view, and of the overennis and agreements bereinsfier contained on of lessoe to be paid, kept and performed, he are made, demand, lessed and let und by these presents does grant, lesses turnto the unid lesses for the sole and only processing by geophysical and other methods, mining and operating for and gas, and of laying of pipe lines, and of building tanks, power stations and attractures thereto is produce, save and take
-	of said products, all that certain tract of land situated in the County of Eddy State of New Mexico
	Township 22 South - Range 27 East NHPM
_	Section 8 - that part of the NW/4 NW/4 lying
-	South and West of the Pecos River
of Se	ction 8 Township 22S Renge 27E and containing 2.93
	ction 5 Township 22S Range 27E and containing 2.93 acres, more or less. greed that this lesse shall remain in force for a term of 5 years from this date, and as long thereafter as oil or
an II a	sit profused and saved from the loand promises. And. To pay lessor for gas of whatecover nature or kind produced and sold, or used sift the promises, or used in the matter that the produced and sold, or used sift the promises, or used in the matter price at the well for the gas sold, see so the matter price at the well for the gas sold, used off the promises, so is the manufacture of sond or the sold produced and sold at the well the regard what he yes of the amount resilved from such sale, sale sold at the well the regard what he yes of the amount resilved from such sale, sale spreads to prove the sale of the sold produced and the sale of the sold provided the sale of the sold provided the sale of the s
wells of a second of the secon	we not disported, and if off our gas, or other of theme, he seemed, he has been the right to drill such worth in the completion with presentation, this lesses shall entitive so that continues the investigation of the second state of the second st
arrela e vertir e ver	to each disportan, and if ed or gan, or offere of frame, an analysis, the issues shall have the right to difful such well is compication with presentable this will be been completed within the terms of years first membership. If said, better owns a less interest in the above described kend than the entire and undivided fee simple coats therein, then the reynities person and the said issues may in the preparation which issues related to the said issues and the s

IN WITNESS WHEREOF, the undersigned execute this instrument as of the day and your first above written.	
Social Security No. 341-22-6591 Helet Shaw Jansell Ellen Shaw Tansill, a widow	Hist
Ellen Shaw Tansill, a widow	-0

440	
)
	STATE OF LL
	STATE OF
	Public, in and for said County and State, personally appeared Liken May Tansill, a widow
	and bene, personny appeared research prices I ambited a Wildow
	the identical person described in and who executed the within and foregoing instrument and acknowledged to me thought
	free and voluntary act and deed for the trees and numbers themin and facility
	IN WINESS WHEREOF, I have hereunto set my official signature and affixed my notarial seal, the day and year first spore. My commission expires 4 - (8 - 76
	O SIAN
	STATE OF ACKNOWLEDGMENT, Ardicable where lends are to Childrens. COUNTY OF SS. Kenses, Netherske, South Persie, North Debete wild per Menico
	DE IT RESEMBLED, That on this
	Public, in and for said County and State, personally appeared
	to me known to be
	the identical person described in and who executed the within and foregoing instrument and acknowledged to me that
	provided the same asfree and voluntary act and deed for the uses and purposes therein set forth. IN WITHIESS WHEREOF, I have bereunto set my official signature and affixed my notarial seal, the day and year first above written.
	ly commission expire:
s	TATE OF
•	SS. ACKNOWLEDGMENT, Montene or Colorado
_	1, a Notary Public, in and for said County and State, do hereby certify that
2	resonally known to me to be the person
**	sumtary set and deed for the uses and purposes therein not force and delivered the said instrument of writing as free and
	WITNESS my hand and official seal thisday of
	Notary Public
Ω	## 1 2 8 2 2 Q 2 2 1 D C C 1 1 1 8 9 2
CITIES	NO
S	Arra 6 100 100 100 100 100 100 100 100 100 1
1 2 2 E	OIL AN OI
SERVICE O	
RVICE OIL C	TO T
TIES SERVICE OIL C	
0	To the state of th
MPAI	Range 19 Trouble 1 19 19 19 19 19 19 19 19 19 19 19 19 1
Ž	A S E SS. 19 19 Of the 17 Populy Dipuly
	j 😿 je vrjetov v prosposov i posta
	VIE OF
	ACRIOWLEDGMENT, CORPORATION
	Before me, the undersigned, a Notary Public, in and for said County and State, on thisday of
	production of the second control of the seco
i to b	to me known
<u> </u>	the identical person who subscribed the name of the maker thereof to the foregoing instrument as its
2 free	and schnowledged to me that he ensecuted the same as his free and voluntary act and deed and as the
•	Even under my hand and seel of office the day and year last above written.
: ` <u> </u>	Motary Public
6/2	P.O.

Page 1 of 2 Pages

Released to Imaging: 10/27/2023 8:32:18 AM

0,0

314	
	· ·
STATE OF Scheme	
COUNTY OF The Henry	
	To the second se
of, 1973,	by Nove Tanderson day
	.6:
My Commission expires:	Be gosciel =
6-23, 1976	Notary Public
15 40	
STATE OF	¥
COUNTY OF In Chlance	_i
	t was seknowledged before as the
of	by Robert The January
My Commission expires:	he with
6-23, 1976	Notary Public O
	*
	STATE OF NEW MEXICO, County of Eddy, se. I hereby cortify that
	this instrument was filed for record on the 21 day of Cassilla 1973 at 1.05 o'clock P.M., and duly recorded in Book. 1010 page 313 of the Records of Missella Records.
	GERALDINE MAHAFFET, County Cleak
	Bylianita Carpentie, Deputy
*	
•	
	*
Pa	ge 2 of 2 Pages

, **5** 1

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

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

Case Nos. 23709

SELF-AFFIRMED STATEMENT OF TYLER HILL

Tyler Hill 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 this case. 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 top of the Wolfcamp formation. It shows that structure dips gently to the east. It also shows Wolfcamp wells in the area, and a line of cross-section (A-A').
- (b) Attachment B is a cross section showing the Wolfcamp formation. The target zone for the proposed wells is the Wolfcamp 'Sd' formation. The well logs on the cross-section give a representative sample of the Wolfcamp formation in this area. The Wolfcamp shale is continuous and uniformly thick across the well unit.
- 4. I conclude from the maps that:
- (a) The horizontal spacing unit is justified from a geologic standpoint.
- (b) The target zone is continuous and of uniform thickness across the well unit.
- (c) Each quarter section in the well unit will contribute more or less equally to production.
- (d) There is no faulting or other geologic impediment in the area which will affect the drilling of the subject wells.
- 5. Attachment C contains information on other Wolfcamp wells drilled in this area. There is a preference for laydown wells.

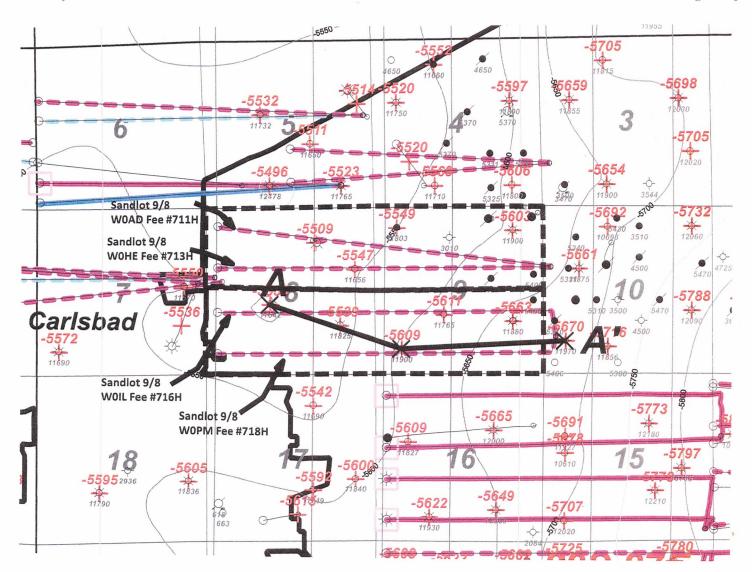
EXHIBIT 3

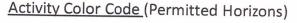
6. Exhibit D contains copies of the horizontal drilling plans for the subject wells: Sandlot 9-8 #716H, and Sandlot #718H. The producing interval of the proposed well will be orthodox. The Pool code is Purple Sage Wolfcamp (98220).

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 written next to my signature below.

Date: 7/19/23

Tyle Hill.





Wolfcamp Sand



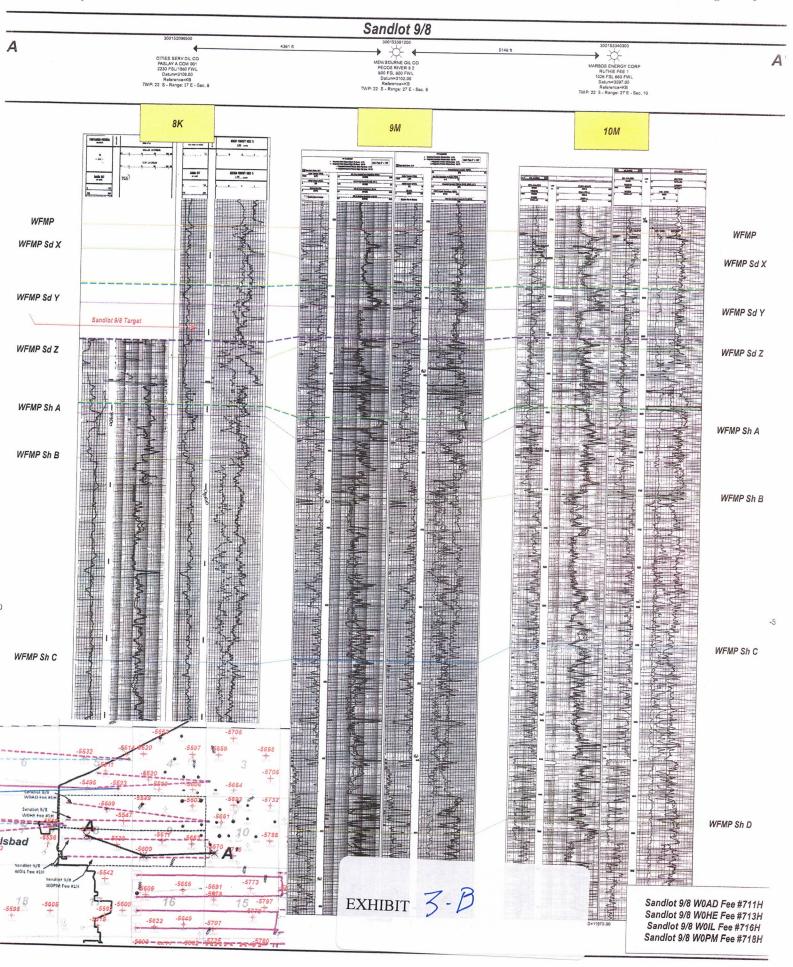
Mewbourne Oil Company

Sandlot 9/8 W0AD Fee #711H Sandlot 9/8 W0HE Fee #713H Sandlot 9/8 W0IL Fee #716H Sandlot 9/8 W0PM Fee #718H Structure top WFMP (C.I. 50')

Author: T. Hill	County:	Date: 18 July, 2023	
	Scale: 1.0"=3000"		



EXHIBIT 3.4



		Sa	Sandlot Area Production Table	Production	Table						
Primary API	Lease Name	Woll Mum	, and a second								
000000000000000000000000000000000000000		MACH MAIN	Operator Name	Location	Field Name	Oil Cum/MBO	100/1000				
30015462360000	LITTLE GIANTS 20 19 WOPM FEDERAL COM	001H	MEWADI IDNE OIL CO		200	+	eas cum(BCF)	on cum(mbo) gas cum(BCF) Wtr Cum(MBW)	First Prod Date	WFMP Zone	Orientation
3001546237000	TTI CONTENT OF SCREENING TITLE		INITIAN BOOKING OIL CO	225 28E 21M 5W	PURPLE SAGE	322	0 91	1037	10 27 1000		
000015301000	LITTLE GIANTS 20 19 WOIL FEDERAL COM	001H	MEWROLIRNE OIL CO	225 20E 218A C18/	100010		10:0	103/	70-71-1707	WFMP Sd Y	Laydown
30015473050000	WATERROY 27 26 WODA EEE	1100	מונים מו	WC IVITY 302 C23	PURPLE SAGE	322	0.91	1209	2021-12-01	WEND CAV	- I midomic
200000000000000000000000000000000000000	בי בס מסטע ו רר	HTOO	MEWBOURNE OIL CO	22S 27E 27D	PURPIFSAGE	154	0,0	-	-	DC IIII III	Layaowii
300134808/0000	CITY SLICKERS 28 29 WOAD FFF	0011	AMENAND LIBRIC OIL CO		י פונו דר פעסר	104	0.48	928	2022-07-01	WFMP Sd Y	lavdown
30015468070000		11700	INIEW BOUNNE OIL CO	225 2/E 2/D	PURPLE SAGE	214	0.55	707	20 10 1101		- diameter
7740001000	MIGHLY DUCKS 15 16 WOIL STATE COM	002H	MEWBOURNE OIL CO	335 375 355	100000		0.00	194	7077-07-01	WFMP Sd Y	Laydown
30015468080000	MIGHTY DIJCKS 15 MODAN CTATE CONA		000000000000000000000000000000000000000	223 2/E 13F	PURPLE SAGE	183	0.48	793	2022-09-01	MENAD CAN	-
	WOLINI STATE COIN	UUIH	MEWBOURNE OIL CO	225 27F 15D	DIDDILLCACT	o Le			10.00 7707	WEINIF SO Y	Laydown
30015499800000	TOMMY BOY 23.24 WODA FEDERAL COM	חווחט	A PLANTO CHANGE	167 777 677	LONFLE SAGE	720	0.65	747	2022-09-01	WEMP SA V	Indown
20015/0001000		LITON	MEWBOOKNE OIL CO	225 27E 22H NE	PURPLE SAGE	178	0.41	412		3	Laydowii
00001066461	IUMIMY BOY 23 24 WOEH FEDERAL COM	001H	MEWBOI IRNE OIL CO	אווורר שלר שרר		0.77	74.0	413	2023-01-01	WFMP Sd Y	Laydown
30015462380000	LITTLE GIANTS 20 19 WOHE EEDEDAL COM	11000	CONTRACTOR	243 27E 22H NE	PURPLE SAGE	176	0.41	459	2023-01-01	WEND CAV	- I mindonina
1000	THE CHARLES TO MOUTE LEDENAL COIN	UU3H	MEWBOURNE OIL CO	225 28E 20H NF	PURPLESAGE	113			10 10 0101	VEIVIE SU T	Laydown
30015480530000	MIGHTY DUCKS 15 16 WOHE STATE COM	001H	MEWAPOLIDAYE OLI CO		י פונו דר מעמר	CIT	0.27	373	2023-02-01	WFMP Sd Y	lavdown
30015480540000	MIGHTY DITCKETE 16 MOAD STATE CO.	1	INITAM BOOKINE OIL CO	225 27E 14E SW NW	PURPLE SAGE	46	0.12	192	2072.02.01	NATE AND CALL	
	THE POCK TO TO WORD STATE COM	001H	MEWBOURNE OIL CO	225 27F 14F	DIRDIECACE	L			10-50 5202	VEIVIP SQ Y	Laydown
				71.7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	ON TE SAGE	22	0.14	211	2022.02.01	MATERIAL	

EXHIBIT 3 · C

