

**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 NO. _____

APPLICATION

Mewbourne Oil Company (“Mewbourne” or “Applicant”) (OGRID No. 14744), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted mineral owners in a non-standard 2,560-acre, more or less, well spacing unit in the Bone Spring formation underlying All of Sections 27, 28, 29, and E/2, E/2 W/2 and Lots 1-4 (All equivalent) of irregular Section 30, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. In support of its application, Mewbourne states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
2. Mewbourne seeks to dedicate the above-referenced spacing unit to the proposed **McKittrick Draw 27/30 Federal Com 521H** well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 27, to a bottomhole location in Lot 1 (NW/4 NW/4 equivalent) of irregular Section 30; **McKittrick Draw 27/30 Federal Com 523H** well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 27, to a bottomhole location in Lot 2 (SW/4 NW/4 equivalent) of irregular Section 30; and **McKittrick Draw 27/30 Federal Com 526H** well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 27, to a bottomhole location in Lot 3 (SW/4 SW/4 equivalent) of irregular Section 30.

3. Applicant plans to file a separate administrative application for approval of the non-standard spacing unit.

4. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all mineral interest owners in the subject spacing unit.

5. The pooling of interests will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this matter be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted interest owners in the horizontal spacing unit;
- B. Designating Applicant as operator of this spacing unit and the horizontal wells to be drilled thereon;
- C. Authorizing Applicant to recover its costs of drilling, completing, and equipping the wells;
- D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- E. Imposing a 200% charge for the risk assumed by Applicant in drilling and completing the wells against any working interest owner who does not voluntarily participate in the drilling of the wells.

Respectfully submitted,

HOLLAND & HART LLP

By: 

Adam G. Rankin
Paula M. Vance
A. Raylee Starnes
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
agrarkin@hollandhart.com
pmvance@hollandhart.com
arstarnes@hollandhart.com

ATTORNEYS FOR MEWBOURNE OIL COMPANY

CASE: _____

Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted mineral owners in a non-standard 2,560-acre, more or less, well spacing unit in the Bone Spring formation underlying All of Sections 27, 28, 29, and the E/2, E/2 W/2 and Lots 1-4 (All equivalent) of irregular Section 30, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. This spacing unit will be initially dedicated to the proposed **McKittrick Draw 27/30 Federal Com 521H** well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 27, to a bottomhole location in Lot 1 (NW/4 NW/4 equivalent) of irregular Section 30; **McKittrick Draw 27/30 Federal Com 523H** well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 27, to a bottomhole location in Lot 2 (SW/4 NW/4 equivalent) of irregular Section 30; and **McKittrick Draw 27/30 Federal Com 526H** well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 27, to a bottomhole location in Lot 3 (SW/4 SW/4 equivalent) of irregular Section 30. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof, the operating costs and charges for supervision, the designation of applicant as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 3 miles southwest of Carlsbad, New Mexico.