

**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 interest owners in a standard 479.61-acre, more or less, horizontal well spacing unit in the Bone Spring formation underlying the S/2 N/2 of Sections 11 and 12, Township 24 South, Range 27 East, and Lot 2, SE/4 NW/4, and S/2 NE/4 (S/2 N/2 equivalent) of irregular Section 7, Township 24 South, Range 28 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 **West Loving 11/7 Federal Com 403H** and **West Loving 11/7 Federal Com 554H** wells, to be drilled from surface locations in the NW/4 NW/4 (Unit D) of Section 11, T24S-R27E, and bottom hole locations in the SE/4 NE/4 (Unit H) of irregular Section 7, T24S-R28E.
3. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.
4. 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 November 5, 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
215 Lincoln Avenue, Suite 100
Santa Fe, New Mexico 87501
(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 interest owners in a standard 479.61-acre, more or less, horizontal well spacing unit in the Bone Spring formation underlying the S/2 N/2 of Sections 11 and 12, Township 24 South, Range 27 East, and Lot 2, SE/4 NW/4, and S/2 NE/4 (S/2 N/2 equivalent) of irregular Section 7, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico. Mewbourne seeks to dedicate the above-referenced spacing unit to the proposed **West Loving 11/7 Federal Com 403H** and **West Loving 11/7 Federal Com 554H** wells, to be drilled from surface locations in the NW/4 NW/4 (Unit D) of Section 11, T24S-R27E, and bottom hole locations in the SE/4 NE/4 (Unit H) of irregular Section 7, T24S-R28E. Also to be considered will be the cost of drilling and completing the wells, the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator, and a 200% charge for risk involved in drilling and completing the wells. Said area is located approximately 4 miles southwest of Loving, New Mexico.