

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Director
Oil Conservation Division



January 23, 2020

Mewbourne Oil Company (OGRID 14744)
c/o Tim Harrington
E-mail contact: tharrington@mewbourne.com

RE: Administrative Order SWD-1859; Extension of Deadline to Inject
Well: Bilbrey 33 Federal SWD Well No. 1 (API 30-025-Pending)
Located: Unit P, Sec 33, T21S, R32E, NMPM, Lea County, New Mexico
Order Date: January 15, 2019
Injection formations: Devonian formation; 15,780 feet to 16,830 feet

Dear Mr. Harrington:

Reference is made to your October 31, 2019 request on behalf of Mewbourne Oil Company (the "operator") to extend the deadline stipulated in the above titled order to commence injection for the above referenced well for reasons outlined in your correspondence. The current deadline date to commence injection under said order is one year after issuance of the order: January 15, 2020.

It is the Division's understanding from your correspondence that since the date of issuance of this permit, no additional wells that penetrate the approved injection interval drilled in the one half-mile Area of Review (AOR). However, two new affected party within the AOR, the New Mexico State Land Office and Centennial Resources Production LLC, were noticed. Neither party filed an objection and, therefore, the extension request could be reviewed administratively for approval.

The Division finds that for reasons you have stated, the granting of this request to extend this administrative order is in the interest of conservation, will prevent waste, and will protect the environment. Therefore, the deadline to commence injection for the existing order is hereby extended until January 15, 2021.

All requirements of the above referenced administrative order and agreements in the application remain in full force and effect. Any additional extension of the deadline to commence injection for this administrative order will not be considered unless the operator has already commenced drilling of the referenced well. Otherwise, the injection authority shall expire under the terms of the extended administrative order and the operator shall be required to submit a new application to obtain injection authority for the referenced well.

ADRIENNE SANDOVAL
Director

AS/prg

cc: Oil Conservation Division – Hobbs District Office
Bureau of Land Management – Carlsbad Field Office
Order SWD-1859



OCT 31 2019 AM 08:31

MEWBOURNE
OIL COMPANY

October 31, 2019

New Mexico Oil Conservation Division
Attn: Mr. Phillip Goetze
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

SUBJECT: Request for Permit Extension of SWD -1859
Bilbrey 33 Federal SWD #1
700' FSL, 205' FEL, Unit P
Sec 33, Twp 21S, Rge 33E
Lea County, NM

Dear Mr. Goetze:

The purpose of this letter is to request a one-year permit extension for SWD-1859 that is scheduled to expire on 1/15/2020. Mewbourne Oil Company has recently drilled two Wolfcamp wells that won't be completed until late 2019, and we are in the process of upgrading our artificial lift on several producing wells. We therefore would like to extend this permit in case our current commercial outlets are unable to handle this increased water production.

Per your guidance, we have re-reviewed wells, surface owners and operators within the one (1) mile Area of Review (AOR).

Wells within 1 Mile AOR

Attached is an updated tabulation of wells within the one-mile area of review (AOR). There are several new permits and completions within the AOR but there are still no wellbores that penetrate the proposed disposal interval.

Operators within 1 Mile AOR

An offset operator review indicates that there was one operator change since our original application was submitted. A copy of the C-108 application packet was mailed to Centennial Resource Production, LLC (return receipt to be emailed to you).

A similar letter with attachments was sent to the New Mexico Land Office since they have surface within 1 mile of the permitted well (return receipt to be emailed to you).

October 30, 2019

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Please contact me if you have any questions regarding our request.

Very truly yours,

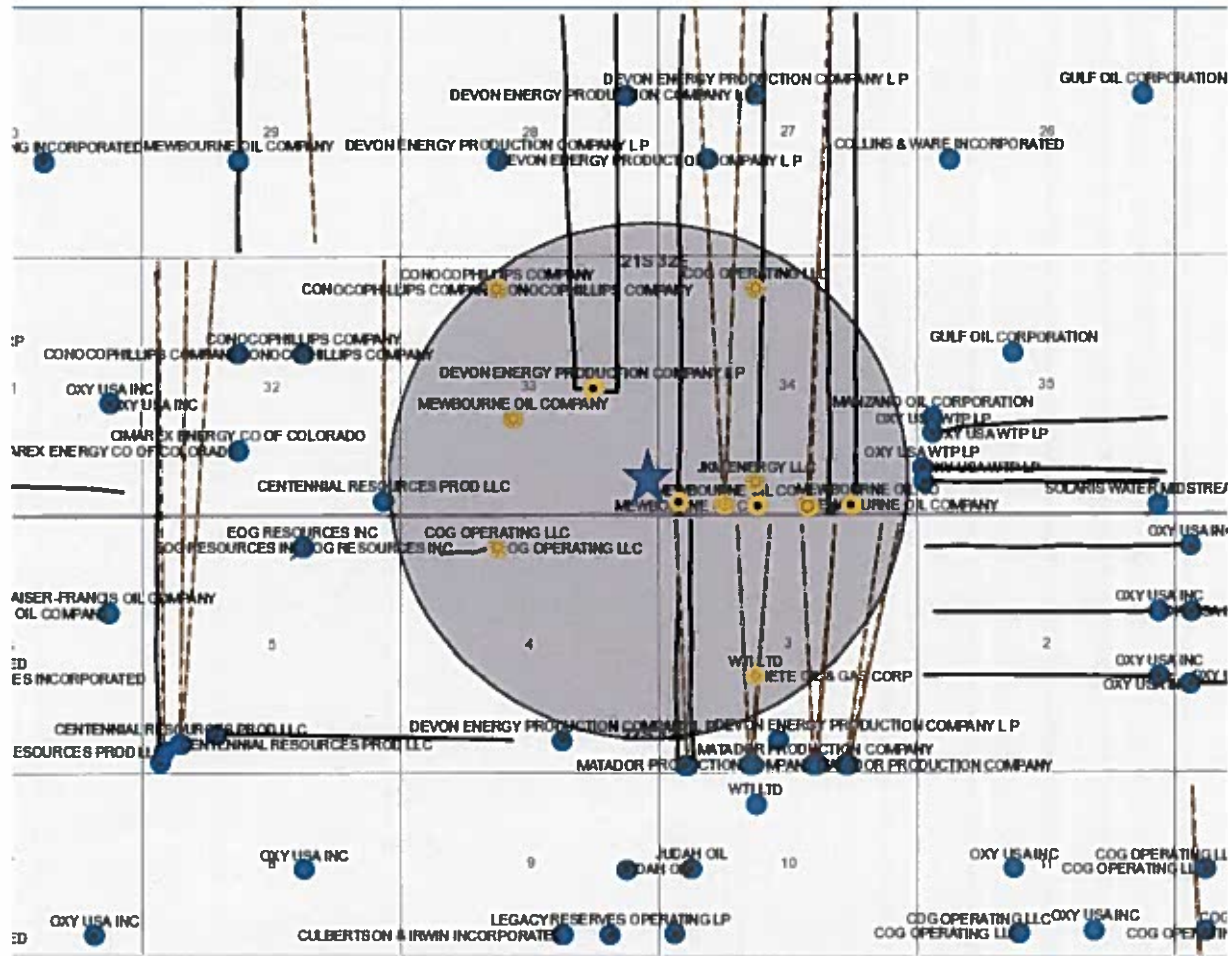


Tim Harrington

Reservoir Engineer

tharrington@mewbourne.com

Offset Operator Map – 1 Mile Radius

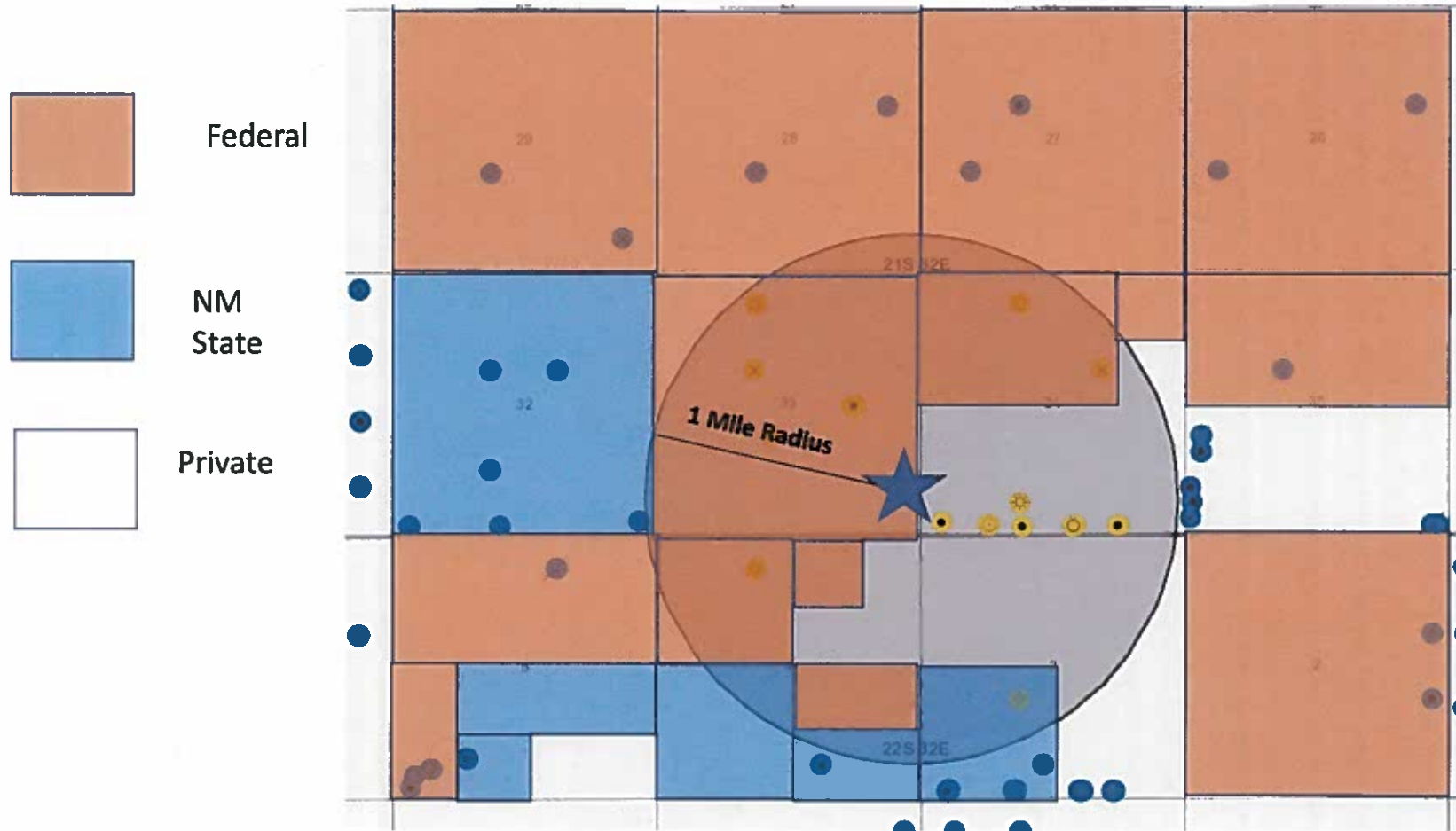


MEWBOURNE OIL COMPANY
BILBREY 33 SWD #1 PERMIT APPLICATION
LISTING OF WELLS WITHIN 1 MILE RADIUS AREA OF REVIEW
November 1, 2019 Update

Hole Dir	API Number	Original Operator Name	Current Operator Name	Lease Name	Well Num	Sec	Twp	Rge	Footages	Field Name	Final Status	Status	TD (FT) / Planned TD	TVD (FT) / Planned TVD	Producing Formation/ Target Formation	Permit Date	Date Spud	Completion	Date Plugged
HZ	30025456680000	CENTENNIAL RESOURCES PROD LLC	CENTENNIAL RESOURCES PROD LLC	GAMAY 32 STATE COM	301H	32	21S	32E	300 FSL 350 FEL	BILBREY BASIN	Permit	Permit	14,659	Na	BONE SPRING	2019-02-08			
V	30025307810000	TEXACO PRODUCING INC	CONOCOPHILLIPS COMPANY	BILBREY 33 FEDERAL	1	33	21S	32E	660' FNL, 1980' FWL	BILBREY	ABD-GW	Plugged	14,900	14,900	MORROW	02/23/1990	03/05/1990	05/29/1990	
V	30025307810001	TEXACO EXP & PROD	CONOCOPHILLIPS COMPANY	BILBREY 33 FEDERAL	1	33	21S	32E	660' FNL, 1980' FWL	BILBREY NORTH	GAS-WO	Plugged	14,900	14,900	ATOKA	08/27/1998	04/12/1999	06/04/1999	
V	30025307810002	TEXACO EXP & PROD	CONOCOPHILLIPS COMPANY	BILBREY 33 FEDERAL	1	33	21S	32E	660' FNL, 1980' FWL	BILBREY	GAS-WO	Plugged	14,900	14,900	MORROW UPPER	01/11/2000	01/21/2000	07/13/2001	
DIR	30025307810100	TEXACO EXP & PROD	CONOCOPHILLIPS COMPANY	BILBREY 33 FEDERAL	1	33	21S	32E	660' FNL, 1980' FWL	BILBREY	GAS-WO	Plugged	14,600	14,600	MORROW	01/30/2001	02/20/2001	10/17/2001	
V	30025307810003	CONOCOPHILLIPS COMPANY	CONOCOPHILLIPS COMPANY	BILBREY 33 FEDERAL	1	33	21S	32E	660' FNL, 1980' FWL	BILBREY NORTH	D&AW	Plugged	14,900	14,900	BRUSHY CANYON	02/27/2012	04/03/2012	05/31/2013	5/31/2013
V	30025323830000	TEXACO EXP & PROD	MEWBOURNE OIL COMPANY	BILBREY 33 FEDERAL	2	33	21S	32E	1980' FSL, 2310' FWL	BILBREY	GAS	Active	14,950	14,950	MORROW CLASTIC	01/10/1994	01/20/1994	04/14/1994	
HZ	30025418060000	DEVON ENERGY PRODUCTION CO	DEVON ENERGY PRODUCTION CO	BILBREY 33 FEDERAL COM	3H	33	21S	32E	2600' FSL, 1350' FEL	BILBREY BASIN	OIL	Active	18,031	10,635	BONE SPRING	04/17/2014	07/26/2014	12/16/2014	
HZ	30025418070000	DEVON ENERGY PRODUCTION CO	DEVON ENERGY PRODUCTION CO	BILBREY 33 FEDERAL COM	4H	33	21S	32E	2600' FSL, 1300' FEL	BILBREY BASIN	OIL	Active	18,080	10,607	BONE SPRING	04/17/2014	06/23/2014	12/02/2014	
V	30025311200000	MARALO INCORPORATED	COG OPERATING LLC	BILBREY 34 FEDERAL	1	34	21S	32E	660' FNL, 1980' FWL	BILBREY	GAS	Active	14,830	14,830	MORROW LOWER	01/07/1991	01/17/1991	04/17/1991	
V	30025314700000	PHILLIPS PETROLEUM COMPANY	JKM ENERGY LIMITED LIABILITY CORP	BILBREY 34 FEDERAL COM	1	34	21S	32E	660' FSL, 1980' FWL	BILBREY	GAS	Active	14,990	14,990	MORROW CLASTIC	11/25/1991	12/05/1991	04/03/1992	
HZ	30025432760000	MEWBOURNE OIL COMPANY	MEWBOURNE OIL COMPANY	BILBREY 34-27 B2NC FED COM	001H	34	21S	32E	185' FSL, 2030' FWL	BILBREY BASIN	OIL	Active	20,650	10,690	BONE SPRING	05/13/2016	09/09/2016	03/23/2017	
HZ	30025438720000	MEWBOURNE OIL COMPANY	MEWBOURNE OIL COMPANY	BILBREY 34-27 B2MD FED COM	001H	34	21S	32E	270' FSL, 405' FWL	SALT LAKE	OIL	Active	20,770	10,681	BONE SPRING	06/07/2017	08/08/2017	11/30/2017	
HZ	30025439180000	MEWBOURNE OIL COMPANY	MEWBOURNE OIL COMPANY	BILBREY 34-27 B2OB FED COM	1H	34	21S	32E	185' FSL, 2240' FEL	BILBREY BASIN	Permit	Permit	20,618	10,693	BONE SPRING	07/31/2017			
HZ	30025450080000	MEWBOURNE OIL CO	MEWBOURNE OIL CO	BILBREY 34-27 W2PA FEDERAL COM	001H	34	21S	32E	205 FSL 1311 FEL	UNNAMED	GAS	Active	22,270	12,156	WOLFCAMP	2018-07-18	2018-09-16	2018-12-19	
HZ	30025450090000	MEWBOURNE OIL CO	MEWBOURNE OIL CO	BILBREY 34-27 B2OB FEDERAL COM	002H	34	21S	32E	205 FSL 1351 FEL	BILBREY BASIN	OIL	Active	21,005	10,732	BONE SPRING	2018-07-18	2018-08-13	2018-12-19	
HZ	30025462610000	MEWBOURNE OIL CO	MEWBOURNE OIL CO	BILBREY 34-27 W0NC FED COM	001H	34	21S	32E	205 FSL 1360 FWL	UNNAMED	Spud	Spud	22,255	11,909	WOLFCAMP	2019-07-24	2019-09-10		
HZ	30025462620000	MEWBOURNE OIL CO	MEWBOURNE OIL CO	BILBREY 34-27 W0MD FED COM	001H	34	21S	32E	205 FSL 1330 FWL	UNNAMED	Spud	Spud	22,240	11,898	WOLFCAMP	2019-07-24	2019-08-02		
HZ	30025462770000	MEWBOURNE OIL COMPANY	MEWBOURNE OIL COMPANY	BILBREY 34-27 B3OB FEDERAL COM	001H	34	21S	32E	185 FSL 2190 FEL	BILBREY BASIN	Permit	Permit	20,618	10,693	BONE SPRING	2019-07-16			
DIR	30025445480000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	CORTELL NINA FEDERAL COM	121H	3	22S	32E	150 FSL 555 FWL	BILBREY BASIN	D&A	D&A	9,989	Sidetracked	BONE SPRING	2018-02-26	2018-09-13	2018-10-12	
HZ	30025445480100	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	CORTELL NINA FED COM	121H	3	22S	32E	150 FSL 555 FWL	BILBREY BASIN	OIL	Active	14,916	9,978	BONE SPRING	2018-10-01	2018-10-13	2018-12-22	
HZ	30025450180000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	CORTELL NINA FED COM	122H	3	22S	32E	150 FSL 1906 FWL	BILBREY BASIN	Permit	Permit	15,629	10,976	BONE SPRING	2018-06-18			
HZ	30025445490000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FED	123H	3	22S	32E	150' FSL, 2058' FEL	BILBREY BASIN	Permit	Permit	15,601	10,948	BONE SPRING	2018-02-16			
HZ	30025445500000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FED	124H	3	22S	32E	150' FSL, 1416' FEL	BILBREY BASIN	Permit	Permit	15,709	10,978	BONE SPRING	2018-02-16			
HZ	30025445510000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FED	131H	3	22S	32E	150' FSL, 525' FWL	BILBREY BASIN	Permit	Permit	16,600	10,978	BONE SPRING	2018-02-16			
HZ	30025445520000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FEDERAL COM	132H	3	22S	32E	150' FSL, 1847' FWL	BILBREY BASIN	Permit	Permit	16,675	11,927	BONE SPRING	2018-02-16			
HZ	30025445530000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FEDERAL	133H	3	22S	32E	150' FSL, 2118' FEL	BILBREY BASIN	Permit	Permit	16,689	11,944	BONE SPRING	2018-02-16			
HZ	30025449110000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	CORTELL NINA FEDERAL COM	134H	3	22S	32E	150 FSL 1476 FEL	BILBREY BASIN	Permit	Permit	16,721	11,949	BONE SPRING	2018-06-06			
HZ	30025445540000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	CORTELL NINA FEDERAL COM	201H	3	22S	32E	150 FSL 525 FWL	UNNAMED	OIL	OIL	17,013	12,216	WOLFCAMP	2018-02-16	2018-09-05	2018-12-22	
HZ	30025445550000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FEDERAL COM	202H	3	22S	32E	150' FSL, 1876' FWL	WILDCAT	Permit	Permit	16,824	12,077	WOLFCAMP	2018-02-16			
HZ	30025445560000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FEDERAL COM	203H	3	22S	32E	150' FSL, 2088' FEL	WILDCAT	Permit	Permit	16,841	12,588	WOLFCAMP	2018-02-16			
HZ	30025449120000	MATADOR PRODUCTION COMPANY	MATADOR PRODUCTION COMPANY	NINA CORTELL FED COM	204H	3	22S	32E	150 FSL 1446 FEL	WILDCAT	Permit	Permit	16,949	12,099	BONE SPRING	2018-06-06			
V	30025274720001	GETTY OIL COMPANY	COG OPERATING LLC	BILBREY FEDERAL COM	1	4	22S	32E	660' FNL, 1980' FWL	BILBREY	P&A	P&A	15,105	15,105	ATOKA	03/18/1985	03/28/1985	04/01/1985	
V	30025274720000	GETTY OIL COMPANY	COG OPERATING LLC	BILBREY FEDERAL COM	1	4	22S	32E	660' FNL, 1980' FWL	BILBREY	P&A	P&A	15,105	15,105	MORROW	07/23/1981	08/02/1981	01/20/1982	
DIR	30025274720100	MARBOB ENERGY CORPORATION	COG OPERATING LLC	BILBREY FEDERAL	1	4	22S	32E	660' FNL, 1980' FWL	BILBREY	GAS	Active	15,350	15,066	MORROW	10/14/2005	12/13/2005	03/25/2006	
V	30025319860000	SIETE OIL & GAS CORPORATION	SIETE OIL & GAS CORPORATION	OTTAWA STATE	1	3	22S	32E	1980' FSL, 1980' FWL	WILDCAT	D&A	P&A	8,935	8,935	DELAWARE	06/23/1993	07/03/1993	08/11/1993	
V	30025319860001	WTI LIMITED	WTI LIMITED	OTTAWA STATE	1	3	22S	32E	1980' FSL, 1980' FWL	WILDCAT	Re-entry	P&A	8,935	8,935	DELAWARE	09/05/1993	09/15/1993	10/25/1994	10/25/1994

THERE ARE NO WELLS WITHIN THE 1 MILE RADIUS AREA OF REVIEW THAT PENETRATE THE DEVONIAN FORMATION (EST TOP 15,780')

Mewbourne Oil Company – Bilbrey 33 Federal SWD #1
Surface Ownership Map



Listing of Notified Persons – SWD Permit Extension (10/29/2019)

Bilbrey 33 Fed SWD #1 Application
205' FEL & 700' FSL
Section 33, T21S, R32E, Lea County, NM
[New Notifications Noted](#)

Surface Owners Within 1 Mile

Bureau of Land Management
620 East Greene Street
Carlsbad, New Mexico 88220

[New Mexico State Land Office](#)
[310 Old Santa Fe Trail](#)
[Santa Fe, NM 87501](#)

Mineral Owner

Bureau of Land Management
620 East Greene Street
Carlsbad, New Mexico 88220

Offsetting Operators Within 1 Mile Radius

COG Operating LLC One Concho Center 600 W. Illinois Ave Midland, TX 79701	Section 4, 22S, 32E & Section 34, 21S, 32E
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Matador Resources One Lincoln Center 5400 LBJ Freeway, Suite 1500 Dallas, TX 75240	Section 3, 22S, 32E
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Devon Energy Production Company, LP 333 W. Sheridan Avenue Oklahoma City, OK 73102	Section 33, 21S, 32E
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JKM Energy, LLC 26 E. Compress Road Artesia, NM 88210	Section 34, 21S, 32E
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Centennial Resource Production, LLC 1001 17th Street, Suite 1800 Denver, CO 80202	Section 32, 21S, 32E Section 05, 22S, 32E
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Shipment Receipt

October 29, 2019

1ZF698E80193793901

Where

Ship From

Mewbourne Oil Company, Kimberly Ripka
3901 South Broadway, Tyler, TX 75701
rmcdaniel@mewbourne.com, 903-561-2900

Ship To

Centennial Resource Production, LLC
1001 17th Street, Suite 1800, DENVER, CO
80202

What

Package 1 - 1ZF698E80193793901

Weight
0.5 lbs

Dimensions
UPS Letter

Service Details - UPS Next Day Air

Estimated Delivery Wednesday October 30, 2019 , 10:30 AM

Payment

Bill Shipping Charges To: Shipper - F698E8

Shipping Total

Shipping Fees

Subtotals

Package 1		
UPS Next Day Air	\$39.53	Shipping Fees \$42.40
Fuel Surcharge	\$2.87	Combined Charges \$42.40
		Contract Rate \$27.56

Transportation Charges: for services listed as guaranteed, refunds apply to transportation charges only. See Terms and Conditions in the Service Guide for details. Certain commodities and high value shipments may require additional transit time for customs clearance.

Rate includes a fuel Surcharge, but excludes taxes, duties and other charges that may apply to the shipment.
Your invoice may vary from the displayed reference rates

Note: This document is not an invoice.

All shipments are subject to the UPS Tariff/Terms and Conditions of Service ("UPS terms") in effect on the date of shipment, which are available at www.ups.com/terms. Pursuant to the UPS Terms, UPS's maximum liability for loss or damage to each domestic package or international shipment is limited to \$100, unless the shipper declares a greater value in the declared value field of the UPS shipping system used and pays the applicable charge (in which case UPS's maximum liability is the declared value). Special terms apply to some services and articles. Please review the UPS Terms for liability limits, exclusions from liability, maximum declared values, prohibited items, and other important terms of service. The shipper agrees that in the absence of a greater declared value, \$100 value is a reasonable limitation under the circumstances of the transportation. Claims not timely made (generally noticed within sixty days and filed within nine months, but filed within sixty days for international shipments) are deemed waived and will not be paid. See the UPS Terms for details. Under no circumstances will UPS be liable for any special, incidental, or consequential damages.

Proof of Delivery

Dear Customer,

This notice serves as proof of delivery for the shipment listed below.

Tracking Number

1ZF698E80193793901

Weight

0.50 LBS

Service

UPS Next Day Air®

Shipped / Billed On

10/29/2019

Delivered On

10/30/2019 1:28 P.M.

Delivered To

CENTENNIAL RESOURCES
1001 17TH ST
1800
DENVER, CO, 80202, US

Received By

FINNAGAN

Left At

Reception

Thank you for giving us this opportunity to serve you. Details are only available for shipments delivered within the last 120 days. Please print for your records if you require this information after 120 days.

Sincerely,

UPS

Tracking results provided by UPS: 11/01/2019 9:43 A.M. EST



Shipment Receipt

October 29, 2019

1ZF698E80191428916

Where

Ship From

Mewbourne Oil Company, Kimberly Ripka
3901 South Broadway, Tyler, TX 75701
rmcdaniel@mewbourne.com, 903-561-2900

Ship To

New Mexico State Land Office, Melissa Armijo
310 Old Santa Fe Trail, SANTA FE, NM 87501
505-827-5760

What

Package 1 - 1ZF698E80191428916

Weight

0.5 lbs

Dimensions

UPS Letter

Service Details - UPS Next Day Air

Estimated Delivery Wednesday October 30, 2019 , 10:30 AM

Payment

Bill Shipping Charges To: Shipper - F698E8

Shipping Total

Shipping Fees

Subtotals

Package 1

UPS Next Day Air

\$39.53

Fuel Surcharge

\$2.87

Shipping Fees

\$42.40

Combined Charges

\$42.40

Contract Rate

\$27.56

Transportation Charges: for services listed as guaranteed, refunds apply to transportation charges only. See Terms and Conditions in the Service Guide for details. Certain commodities and high value shipments may require additional transit time for customs clearance.

Rate includes a fuel Surcharge, but excludes taxes, duties and other charges that may apply to the shipment.
Your invoice may vary from the displayed reference rates

Note: This document is not an invoice.

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Proof of Delivery

Dear Customer,

This notice serves as proof of delivery for the shipment listed below.

Tracking Number

1ZF698E80191428916

Weight

0.50 LBS

Service

UPS Next Day Air®

Shipped / Billed On

10/29/2019

Delivered On

10/31/2019 10:08 A.M.

Delivered To

SANTA FE, NM, US

Received By

GARCIA

Left At

Mail Room

Thank you for giving us this opportunity to serve you. Details are only available for shipments delivered within the last 120 days. Please print for your records if you require this information after 120 days.

Sincerely,

UPS

Tracking results provided by UPS: 11/01/2019 9:21 A.M. EST