

DATE IN 6-4-13	SUSPENSE 6 24	ENGINEER P.B.	LOGGED IN 06-04-2013	TYPE NSL / NSP	APP NO NSL PAXX 131555 4518
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NSP PAXX 131555260

NEW MEXICO OIL CONSERVATION DIVISION
 2013 JUN - 11 10 52 AM
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



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6826
NSP
1968

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

(1) TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

30-015-41153
 San Lorenzo 22-ZFILE FEE ZH
 Newbourn O/I/C

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[D] Other: Specify _____

(2) NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

(3) SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

(4) CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Bruce
 Print or Type Name

James Bruce
 Signature

Attorney
 Title

6/3/13
 Date

jamesbruc@aol.com
 e-mail Address

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

June 3, 2013

David K. Brooks
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Brooks:

Pursuant to NMAC 19.15.15.11 and 19.15.15.13, Mewbourne Oil Company applies for approval of a non-standard gas spacing and proration unit in the Wolfcamp formation, and an unorthodox gas well location, for the following well:

<u>Well:</u>	San Lorenzo 22/27 LE Well No. 2H
<u>Surface location:</u>	2260 feet FSL & 760 feet FWL of Section 22
<u>Bottomhole location:</u>	2310 feet FNL & 660 feet FWL of Section 27
<u>Well unit:</u>	SW¼ of Section 22 and NW¼ of Section 27, Township 25 South, Range 28 East, N.M.P.M., Eddy County, New Mexico

Applicant is 100% working interest owner of the non-standard unit, and desires to drill the well on a 100% basis. The Wolfcamp formation (wildcat) is developed on statewide rules, with 320 acre spacing and wells to be located no closer than 660 feet to a quarter section line. A Form C-102 for the well is attached as Exhibit A.

The interest owners affected by the non-standard unit portion of the application are as follows:

NW¼ Section 22
Yates Petroleum Corporation
Abo Petroleum Corporation
Myco Industries, Inc.
OXY Y-1 Company
Bureau of Land Management

SE¼ Section 22

Yates Petroleum Corporation
Abo Petroleum Corporation
Myco Industries, Inc.
OXY Y-1 Company
Commissioner of Public Lands

NE¼ Section 27

Yates Petroleum Corporation
Abo Petroleum Corporation
Myco Industries, Inc.
OXY Y-1 Company
Commissioner of Public Lands

SW¼ Section 27

Yates Petroleum Corporation
Abo Petroleum Corporation
Myco Industries, Inc.
OXY Y-1 Company
Commissioner of Public Lands

The interest owners affected by the unorthodox location portion of the application are as follows:

N½NE¼ Section 21

Concho Oil & Gas LLC
COG Operating LLC

S½NE¼ and SE¼ Section 21

Devon Energy Production Company, L.P. (unleased fee land)

NW¼ Section 22

Yates Petroleum Corporation
Abo Petroleum Corporation
Myco Industries, Inc.
OXY Y-1 Company
Bureau of Land Management

NE¼ Section 28

Devon Energy Production Company, L.P. (unleased fee land)

SE¼ Section 28

Yates Petroleum Corporation
Abo Petroleum Corporation
Myco Industries, Inc.
OXY Y-1 Company
Commissioner of Public Lands

Notice of this application has been given to the offset interest owners, and a copy of the notice letter is attached as **Exhibit B**.

Please contact me if you need any further information on this application.

Very truly yours,

A handwritten signature in black ink, appearing to read "James Bruce". The signature is written in a cursive style with a large initial "J" and "B".

James Bruce

Attorney for Mewbourne Oil Company

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0730

DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 746-1261 Fax: (575) 746-9720

DISTRICT III
1000 Rio Bravo Rd., Amargosa, 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, New Mexico 87505

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APR 15 2013
NM OCS ARTESIA

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-41153	Pool Code 97949	Pool Name WC-015 S2528150; Wolfcamp
Property Code 39278	Property Name SAN LORENZO 22/27 LE	Well Number 2H
OGRID No. 14744	Operator Name MEWBOURNE OIL COMPANY	Elevation 2984.5'

Surface Location

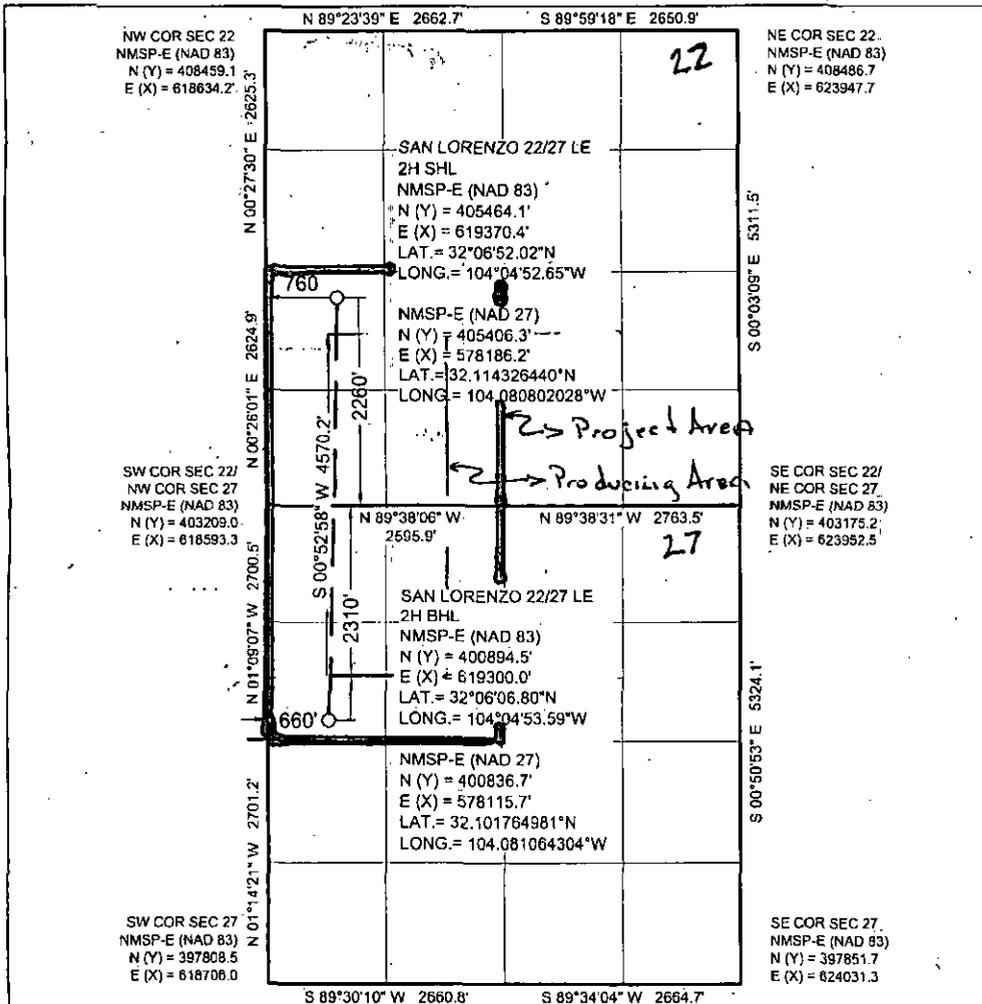
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	22	25 S	28 E		2260	SOUTH	760	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	27	25 S	28 E		2310	NORTH	660	WEST	EDDY

Dedicated Acres 320	Joint or Infill	Consolidated Code	Order No.
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No allowable will be assigned to this completion until all interests have been consolidated. **EXHIBIT A**



OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: *Jackie Lathan* Date: *4/12/13*
Print Name: **Jackie Lathan**
E-mail Address:

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

February 15, 2013
Date of Survey

Signature and Seal of Professional Surveyor
James E. Tompkins

Job No.: **WTC48916**
JAMES E. TOMPKINS 14729
Certificate Number

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
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jamesbruc@aol.com

June 3, 2013

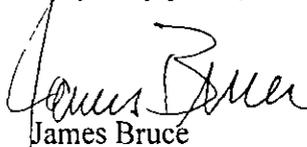
CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To Persons on Exhibit A

Dear Sirs:

Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division seeking approval of (i) a non-standard gas spacing and proration unit comprised of the SW¼ of Section 22 and NW¼ of Section 27, Township 25 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and (ii) an unorthodox gas well location. A copy of the application is enclosed. If you object to the application, you must notify the Division in writing no later than 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter later.

Very truly yours,


James Bruce

Attorney for Mewbourne Oil Company

EXHIBIT **B**

Exhibit A

Yates Petroleum Corporation
Abo Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Myco Industries, Inc.
P.O. Box 840
Artesia, NM 88211

OXY Y-1 Company
5 Greenway Plaza
Houston, Texas 77046

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

Commissioner of Public Lands
Oil, Gas and Minerals Division
310 Old Santa Fe Trail
Santa Fe, NM 87501

Concho Oil & Gas LLC
COG Operating LLC
One Concho Center
600 West Illinois
Midland, TX 79701

Devon Energy Production Company, L.P.
333 West Sheridan
Oklahoma City, Oklahoma 73102