

Release Date
July 11, 1988

By JRC

MEWBOURNE OIL COMPANY

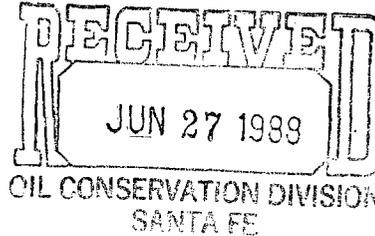
P. O. BOX 7698

TYLER, TEXAS 75711

214 - 561-2900

June 16, 1988

USL-2560
RULE-104(AI)



Undesignated Happy
Valley Narrow Gas
Pool
320 Acres dead
w/2 Section 6

State of New Mexico
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Proposal to Drill Unorthodox
Location
Federal "N" No. 1
Section 6, T22S-R26E
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company requests an exception to Rule 104 F I. An unorthodox location is requested based upon topographical conditions. An orthodox location under this application would be 660' from the side boundary (WL) and 1980' from the end boundary (SL) of a standard 320-acre drilling tract. This location is on the top of a mesa and was rejected by the United States Bureau of Land Management (See attached topographic survey). An area south of the orthodox location at a point 1880' FSL was termed "unsightly and would cause visual damage". A location 660' FSL and 660' FWL was staked. This location fell on the side of a steep hill and location preparation would have to be done by blasting. Finally, the proposed unorthodox location of 467' FSL and 660' FWL has been approved by the BLM.

The standard 320-acre unit is composed of a single government half section (west half) containing 317.92 acres due to variation in the legal subdivision of the U. S. Public Land Survey.

A separate plat showing topography and leasehold is provided to minimize conflict of data and topographic lines.

Very truly yours,

MEWBOURNE OIL COMPANY

A handwritten signature in cursive script that reads "K. M. Calvert".

K. M. Calvert
Engineering Operations Manager

KMC:gt
Attachments

**NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

Operator MEWBORNE OIL COMPANY		Lease FEDERAL "N"		Well No. 1
Unit Letter "M"	Section 6	Township 22 South	Range 26 East	County Eddy
Actual Footage Location of Well 467 feet from the South line and 660 feet from the West line				
Ground Level Elev. 3595.4	Producing Formation Morrow		Dedicated Acreage 320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plot below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

W.H. Cravey

Name
W.H. Cravey

Position
District Supt.

Company
Mewbourne Oil Company

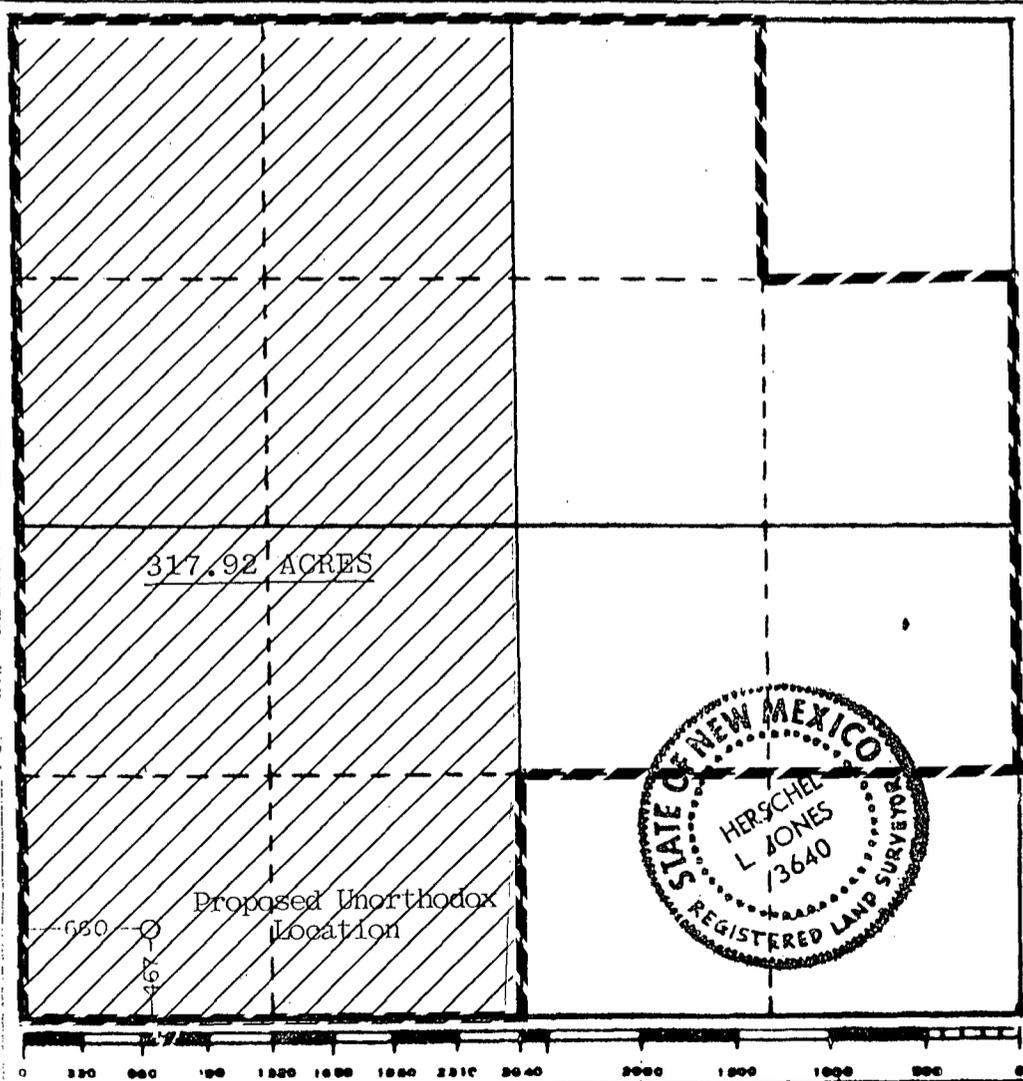
Date
May 27, 1988

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 knowledge and belief.

Date Surveyed
May 22, 1988

Registered Professional Engineer and/or Land Surveyor

[Signature]
Certificate No. **3640**



MEWBOURNE OIL COMPANY

P. O. BOX 7698

TYLER, TEXAS 75711

214 - 561-2900

June 20, 1988

Mr. David Catanach
State of New Mexico
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Federal "N" No. 1
Section 6, T22S-R26E
Eddy County, New Mexico

Dear Mr. Catanach:

Attached please find three copies of an Offset Operators Plat for the above captioned unorthodox location. Please accept our apology for any inconvenience it may have caused you for not receiving the plat sent with our letter of June 16.

We have this date notified by Certified Mail the offset operators on the attached list of our proposal to drill an unorthodox location.

If you should require any additional information, please contact this office.

Very truly yours,

MEWBOURNE OIL COMPANY



K. M. Calvert
Engineering Operations Manager

KMC:gt
Attachments

LIST OF OFFSETTING OPERATORS

FEDERAL "N" #1
Section 6, T22S-R26E
Eddy County, New Mexico

Amoco Production Company
P. O. Box 3092
Houston, Texas 77253

James C. McVay
P. O. Box 924
Hobbs, New Mexico 88240

Exxon Corporation
P. O. Box 1600
Midland, Texas 79702

Marathon Oil Company
P. O. Box 3128
Houston, Texas 77253

Southland Royalty Company
801 Cherry Street
Fort Worth, Texas 76102

Hondo Oil & Gas Company
P. O. Box 2208
Roswell, New Mexico 88201

Lario Oil & Gas Company
P. O. Box 155
Midland, Texas 79702

Ernest A. Hanson
P. O. Box 1515
Roswell, New Mexico 88201

Monzano Oil Corporation
P. O. Box 2107
Roswell, New Mexico 88201

Texaco, Inc.
P. O. Box 3109
Midland, Texas 79702

Union Oil Co. of California
P. O. Box 3100
Midland, Texas 79701

Atlantic Richfield Company
P. O. Box 2819
Dallas, Texas 75221

Mobil Producing TX & NM, Inc.
9 Greenway Plaza, Ste. 2700
Houston, Texas 77046

David Fasken Estate
101 N. Marienfeld Street
Midland, Texas 79701

Tom Brown, Inc.
P. O. Box 5131
Midland, Texas 79704

MEWBOURNE OIL COMPANY

P. O. BOX 7698

TYLER, TEXAS 75711

214 - 561-2900

August 17, 1988

USC - Feds - 2560

Mr. Mike Stogner
State of New Mexico
Oil Conservation Commission
310 Old Santa Fe Trail
Santa Fe, New Mexico 87504

Re: Federal "N" #1
Unorthodox Location
Eddy County, New Mexico

Dear Mr. Stogner:

Attached are the copies of the certified receipts notifying all of the offset operators of our application with the State of New Mexico for an unorthodox location for the above captioned well.

Very truly yours,

MEWBOURNE OIL COMPANY



Gaylon Thompson
Engineering Operations

Attachments

FEDERAL "N" #1
Eddy County, New Mexico

Certified Mail Receipts for Unorthodox Location Notification

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Texaco, Inc. P. O. Box 3109 Midland, Texas 79702	4. Article Number P 761 530 578 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X	
7. Date of Delivery 7-25-88	

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Amoco Production Company P. O. Box 3092 Houston, Texas 77253	4. Article Number P 761 530 564 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X	
7. Date of Delivery 7/25/88	

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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Marathon Oil Company P. O. Box 3128 Houston, Texas 77253	4. Article Number P 761 530 575 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X	
7. Date of Delivery JUL 25 1988	

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT

FEDERAL "N" #1
Eddy County, New Mexico

Certified Mail Receipts for Unorthodox Location Notification

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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Exxon Corporation P. O. Box 1600 Midland, Texas 79702	4. Article Number P 761 530 565 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X <i>[Signature]</i>	
7. Date of Delivery 7-25-88	

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↑(Extra charge)↑

3. Article Addressed to: David Fasken Estate 101 N. Marienfeld Street Midland, Texas 79701	4. Article Number P 761 530 572 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X <i>[Signature]</i>	
7. Date of Delivery 7-25-88	

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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Lario Oil & Gas Company P. O. Box 155 Midland, Texas 79702	4. Article Number P 761 530 567 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X <i>[Signature]</i>	
7. Date of Delivery JUL 25 1988	

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT

FEDERAL "N" #1
Eddy County, New Mexico

Certified Mail Receipts for Unorthodox Location Notification

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1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery
↑(Extra charge)↑ ↑(Extra charge)↑

3. Article Addressed to: James C. McVay P. O. Box 924 Hobbs, New Mexico 88240	4. Article Number P 761 530 574 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X <i>Beauville Williams</i>	
7. Date of Delivery 7-25-88	

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1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery
↑(Extra charge)↑ ↑(Extra charge)↑

3. Article Addressed to: Hondo Oil & Gas Company P. O. Box 2208 Roswell, New Mexico 88201	4. Article Number P 761 530 576 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X <i>[Signature]</i>	
7. Date of Delivery 7/25/88	

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1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery
↑(Extra charge)↑ ↑(Extra charge)↑

3. Article Addressed to: Union Oil Co. of California P. O. Box 3100 Midland, Texas 79701	4. Article Number P 761 530 569 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X <i>Bob Barkley</i>	
7. Date of Delivery 7-25-88	

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FEDERAL "N" #1
Eddy County, New Mexico

Certified Mail Receipts for Unorthodox Location Notification

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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: TOM BROWN, INC. P.O. BOX 2608 MIDLAND, TEXAS 79702	4. Article Number P 761 530 573
5. Signature - Addressee X	Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
6. Signature - Agent X <i>Amf</i>	Always obtain signature of addressee or agent and DATE DELIVERED.
7. Date of Delivery 7-29-88	8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Mar. 1987 U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT

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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Atlantic Richfield Company P. O. Box 2819 Dallas, Texas 75221	4. Article Number P 761 530 570
5. Signature - Addressee X <i>Larry J. McDonald</i>	Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
6. Signature - Agent X	Always obtain signature of addressee or agent and DATE DELIVERED.
7. Date of Delivery JUL 25 1988	8. Addressee's Address (ONLY if requested and fee paid)

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1. Show to whom delivered, date, and addressee's address. Restricted Delivery
↑(Extra charge)↑

3. Article Addressed to: Mobil Producing TX & NM, Inc 9 Greenway Plaza Ste 2700 Houston, Texas 77046	4. Article Number P 761 530 571
5. Signature - Addressee X	Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail
6. Signature - Agent X <i>Heffman</i>	Always obtain signature of addressee or agent and DATE DELIVERED.
7. Date of Delivery 7/22/88	8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Mar. 1987 U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT