NSL

Initial

Application

Revised March 23, 2017

APP NO: pLEL2121060110

NEW MEXICO OIL CONSERVATION DIVISION



- Geological & Engineering Bureau – 1220 South St. Francis Drive, Santa Fe, NM 87505				
ADMINISTRATIVE APPLICATION CHECKLIST THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND				
Applicant: Mewbourne Oil Company	OGRID Number: 14744			
Well Name: Armstrong 26/23 WO66 Fed (
Pool: Purple Sage Wolfcamp (Gas)	Pool Code: 98220			
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATES				
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Ded INSL NSP (PROJECT AREA)	• -			
B. Check one only for [1] or [1] [1] Commingling – Storage – Measurement DHC DCTB PLC PC [11] Injection – Disposal – Pressure Increase WFX PMX SWD DIP	□ols □olm			
2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders B. Royalty, overriding royalty owners, reven C, Application requires published notice D. Notification and/or concurrent approval E. Notification and/or concurrent approval F. Surface owner G. For all of the above, proof of notification H. No notice required	apply. Notice Complete Application Content Complete			
3) 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 individ	lual with managerial and/or supervisory capacity.			
	7/20/21			
Cy Shook	Date			
Print or Type Name	422 492 2715			
1111	432-682-3715 Phone Number			
Cy XUK Signature	cshook@mewbourne.com e-mail Address			

MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020 Midland, Texas 79701 Phone (432) 682-3715

July 20, 2021

Via Certified Mail

New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, New Mexico 87505

Attn: Mr. Leonard Lowe

Division Director

Re: Application for Unorthodox Well Location

Armstrong 26/23 W0GG Fed Com #4H

API No. Pending APD

Surface Location: 2500 FNL & 1980 FEL (Unit G) (Section 26) Proposed First Perf: 2540 FNL & 1875 FEL (Unit G) (Section 26) Bottomhole Location: 1420 FNL & 1875 FEL (Unit G) (Section 23) Proposed Last Perf: 1420 FNL & 1875 FEL (Unit G) (Section 23)

Section 23 and 26, T-25-S, R-31-E, NMPM

Eddy County, New Mexico

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, Mewbourne Oil Company ("Mewbourne") respectfully requests administrative approval of an unorthodox gas well location for its proposed Armstrong 26/23 W0GG Fed Com #4H. This well will be drilled as a horizontal gas well in the Purple Sage Wolfcamp (Gas) Pool (98220).

The Armstrong 26/23 W0GG Fed Com #4H will be dedicated to a standard 400-acre gas spacing and proration unit comprising the NE/4 of Section 26 and the SE/4 and S/2NE/4 of Section 23. There are currently no other existing Wolfcamp Gas wells producing from within the proposed spacing unit.

The Purple Sage Wolfcamp (Gas) Pool is currently governed by Special Pool Rules, Hearing Order No. R-14262 which requires standard 320-acre gas spacing and proration units with wells to be located no closer than 330 feet to the outer boundary of the spacing unit, nor closer than 10 feet to any interior quarter-quarter section line or subdivision inner boundary, or in the case of a horizontal well, no closer than 330 feet to the outer boundary of the producing area.

The unorthodox location is necessary in order to maximize the recovery of oil and gas reserves from the Wolfcamp formation underlying the NE/4 of Section 26 and the SE/4 and S/2NE/4 of Section 23.

The affected offset acreage comprises the Sections 23, T25S-R31E NMPM (See Attached Map). There is currently no Wolfcamp production within the offset acreage. Consequently, notice of this application is being provided to Devon Energy Production Company, LP and XTO Energy, Inc.

Attached is a Form C-102 showing the surface, first take point, and bottomhole locations for the Armstrong 26/23 W0GG Fed Com #4H. Also, attached is a map showing the affected offset acreage, a horizontal well plan, notice list and offset notice letter.

In summary, approval of the application will provide Mewbourne Oil Company the opportunity to recover additional oil and gas reserves from the Purple Sage Wolfcamp (Gas) Pool underlying Sections 23 and 26 that may otherwise not be recovered, thereby preventing waste, and will not violate correlative rights.

Should you have any questions regarding the above, please email me at <u>cshook@mewbourne.com</u> or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY

Landman

Xc: OCD-Hobbs

District I 1625 N French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazus Road, Aztec, 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

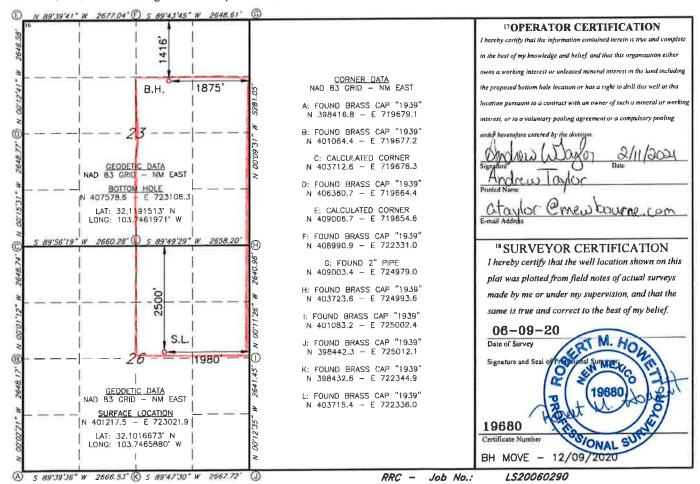
State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

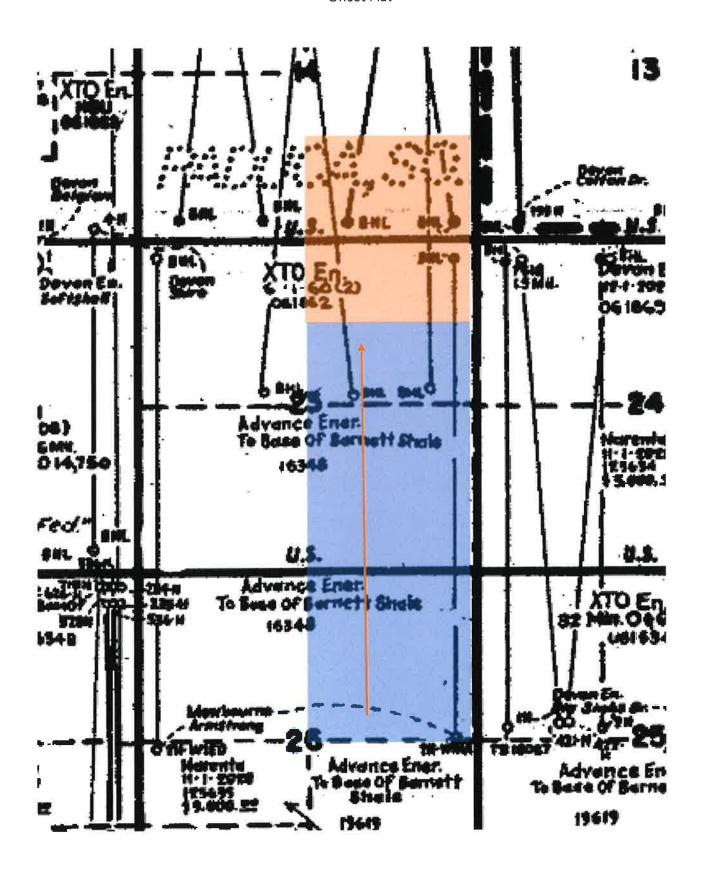
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT 2 Pool Code 1 API Number 8220 Nolfcamp 6 Well Number ⁴Property Code 5 Property Na ARMSTRONG 26/23 WOGG FED COM 4H Elevation 8 Operator Name 7 OGRID NO. 3341' MEWBOURNE OIL COMPANY 10 Surface Location North/South line Feet From the East/West line County UL or lot no. Section Township Range Lot Idn Feet from the **EDDY** 31E 2500 NORTH 1980 EAST G 26 **25S** Bottom Hole Location If Different From Surface East/West line County Feet from the North/South line Feet from the Range Lot ldn UL or lot no. Section Township **EDDY** EAST NORTH 1875 G 23 **25S** 31E 1416 12 Dedicated Acres 13 Joint or Infill I+ Consolidation Code 15 Order No 400

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



Offset Plat



List of Affected Entities

XTO Energy, Inc. 22777 Springwoods Village Pkwy Spring, Texas 77389 Attn: Permian Land Manager

Devon Energy Production Company, LP Attn: Permian Land Manager 333 W. Sheridan Ave. Oklahoma City, Oklahoma 73102

Cy Shook

From: webmaster@simplecertifiedmail.com

Sent: Friday, July 23, 2021 2:15 PM

To: Cy Shook

Subject: [EXT] Document Delivered



Document Delivered

A document with a tracking code of 9414836897846176583320 and reference number of Arm 26/23 NSL Notices was successfully delivered to Permian Land Manager at XTO Energy Inc.

This is an "Advisory Notice" from information provided by the United State Postal Service, and may not accurately reflect the delivery status of the item. Please check the Delivery Information Report in SimpleCertifiedMail.com to ensure the item was "Delivered" and not "Returned"

If you have questions or concerns, please let us know.

Regards,

The Client Services Group-Assistance

SanoteCartified Mail com 411 Commonwealth Court, Suds 10,

888-462-1750 ext. 2 assistance@simplecertifiedmail.com

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If you have questions or concerns, please let us know.

Regards,

The Client Services Group-Assistance

SimpleCadifiedLiat.com
111 Commonweath Court, Suite 103
Cary NC 27511-4447

888-462-1750 ext. 2 assistance@simplecertifiedmail.com

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 38726

CONDITIONS

Operator:	OGRID:	
MEWBOURNE OIL CO	14744	
P.O. Box 5270	Action Number:	
Hobbs, NM 88241	38726	
	Action Type:	
	[UF-NSL] Non-Standard Location (NSL)	

CONDITIONS

Created By	Condition	Condition Date
llowe	None	7/29/2021