

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



Ms. Paula M. Vance
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Administrative Order NSP - 2149

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Mewbourne Oil Company [OGRID 14744]

Scarecrow 11 10 B3AD Federal Com Well No. 1H (API NO. 30-015-50195)

Scarecrow 11 10 B3HE Federal Com Well No. 1H (API NO. 30-015-50194)

Located in N/2 of Section 11 and N/2 of Section 10, T19S, R30E, Eddy County, New Mexico

Reference is made to your application received on February 16th, 2023.

You have requested an approval for a non-standard horizontal spacing unit as follows:

Description	Acres	Pool	Pool Code
N/2 of Section 11	640	Benson; Bone Spring	5200
N/2 of Section 10			

You have requested an exception pursuant to Rule 19.15.16.15(B)(2) NMAC, to approve a non-standard horizontal spacing unit comprising 640 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section, as required by Rule 19.15.16.15(B)(1) NMAC.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are being included.

You have requested this non-standard horizontal spacing unit to develop acreage as a single unit in order to consolidate roads, tanks, pipelines and the use of a single surface facility. Thus, reducing waste while protecting the correlative rights within the Bone Spring formation underlying Section 11 and Section 10.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3441 • Fax (505) 476-3462 • www.emnrd.state.nm.us

NSP - 2149
Mewbourne Oil Company
Page 2 of 2

Reference this NSP order number on the As Drilled C-102 submitted with the Authorization to Transport (C-104), to place these wells into production.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



DYLAN M. FUGE
DIRECTOR (ACTING)
DMF/lrl

Date: 3/9/2023

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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 195693

CONDITIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 195693
	Action Type: [UF-NSP] Non-Standard Proration (NSP)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	3/10/2023