

State of New Mexico
Energy, Minerals and Natural Resources Department

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Mr. Mitch Robb
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NON-STANDARD LOCATION

Administrative Order NSL - 8553

**Mewbourne Oil Company [OGRID 14744]
Delaware Ranch 12 W1NC Federal Com Well No. 2H
API No. 30-015-49908**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	330 FSL & 1110 FWL	N	12	26S	28E	Eddy
First Take Point	100 FSL & 2310 FWL	N	12	26S	28E	Eddy
Last Take Point/ Terminus	330 FNL & 2310 FWL	C	12	26S	28E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of Section 12	320	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on March 15th, 2023.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the southern edge. Encroachment will impact the following tract.

Section 13, encroachment to the NW/4

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 towards which the proposed location encroaches.

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Division understands you are seeking this unorthodox location to recover additional oil and gas reserves within the Wolfcamp formation underlying Section 12. Thereby preventing waste within the formation.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



DYLAN M. FUGE
DIRECTOR (ACTING)
DMF/lrl

Date: 4/13/23

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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 208761

CONDITIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 208761
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	NSL-8553 is approved!	4/18/2023
llowe	COA - COP needs to be submitted and approved prior to C-104 submittal and approval. COP needs to change the BHL. That change will UNENCROACH towards the eastern boundary of the HSU. At the time of NSL App submittal, it showed 5 feet too far east. Operator said that was in error. Mitch Robb.	4/18/2023