

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Ariana Rodriques
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NON-STANDARD LOCATION

Administrative Order NSL - 8621

**Mewbourne Oil Company [OGRID 14744]
Salado Draw 10 W1MD Federal Com Well No. 3H
API No. 30-025-50289**

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	235 FSL & 2265 FWL	N	10	26S	33E	Lea
First Take Point	100 FSL & 990 FWL	M	10	26S	33E	Lea
Last Take Point/ Terminus	100 FNL & 990 FWL	D	10	26S	33E	Lea

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
All of Section 10	640	Red Hills; Wolfcamp (GAS)	83600

Reference is made to your application received on July 17th, 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 - 3073, for the Red Hills; Wolfcamp (Gas) Pool and provides for 640-acre proration units, with set back requirements of at least 660 feet from the unit outer boundary and no closer than 10 feet to any interior quarter – quarter section line.

This well's completed interval is as close as 100 feet to the southern edge and 100 feet to the northern edge of the horizontal spacing unit. Encroachment will impact the following tract.

Section 15, encroachment to the W/2
Section 03, encroachment to the W/2

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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.

Division understands you are seeking this unorthodox location in order to maximize the recovery of oil and gas reserves within the Wolfcamp formation underlying all of Section 10. Thereby preventing waste within the formation all while protected the correlative rights of affected parties.

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
DMF/lrl

Date: 8/13/2023

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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 251817

CONDITIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 251817
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	8/14/2023