

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION OF MEWBOURNE OIL
FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.**

Case No. 23409

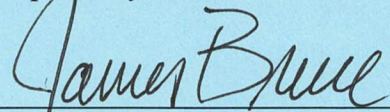
NOTICE OF FILING ADDITIONAL EXHIBITS

Mewbourne Oil Company submits for filing the following:

Revised Exhibit 6, the pooling checklist, correcting (on page 1) the acreage in the well unit.


Exhibit 8, the affidavit of mailing to the BLM for the purpose of the requested non-standard unit.

Respectfully submitted,



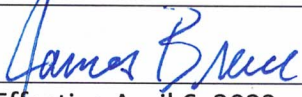
James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043
jamesbruc@aol.com

Attorney for Mewbourne Oil Company

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| COMPULSORY POOLING APPLICATION CHECKLIST | |
| ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS | |
| Case: 23409 | APPLICANT'S RESPONSE |
| Date: April 6, 2023 | |
| Applicant | Mewbourne Oil Company |
| Designated Operator & OGRID (affiliation if applicable) | Mewbourne Oil Company/OGRID 14744 |
| Applicant's Counsel: | James Bruce |
| Case Title: | Application of Mewbourne Oil Company for Compulsory Pooling and Approval of a Non-Standard Spacing and Proration Unit, Lea County, New Mexico |
| Entries of Appearance/Intervenors: | |
| Well Family | Ibex Bone Spring wells |
| Formation/Pool | |
| Formation Name(s) or Vertical Extent: | Bone Spring |
| Primary Product (Oil or Gas): | Oil |
| Pooling this vertical extent: | First and Second Bone Spring zones |
| Pool Name and Pool Code: | Antelope Ridge; Bone Spring, West [Pool Code 2209] and Antelope Ridge; Bone Spring, Northwest [Pool Code 2207] (Section 15 is in the West Pool and Section 10 is in the Northwest pool) |
| Well Location Setback Rules: | Standard Rules for horizontal wells – 330' and 100' setbacks |
| Spacing Unit | |
| Type (Horizontal/Vertical) | Horizontal |
| Size (Acres) | 640 acres  |
| Building Blocks: | 40 acres |
| Orientation: | South-North |
| Description: TRS/County | W/2 §15 and W/2 §10, Township 23 South, Range 34 East, NMPM, Lea County |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and is approval of non-standard unit requested in this application?</u> | No Approval requested in this application REVISED EXHIBIT 6 |
| Other Situations | |

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| Depth Severance: Y/N. If yes, description | No. but due to existing Third Bone Spring wells on this acreage applicant only seeks to pool the First and Second Bone Spring zones |
| Proximity Tracts: If yes, description | No |
| Proximity Defining Well: if yes, description | |
| Applicant's Ownership in Each Tract | Exhibit 2-B |
| Well(s) | |
| Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard) | Add wells as needed |
| Well #1 | <p>Ibex 15/10 B1MD Federal Com. Well No. 1H API No. 30-025-50789 SHL: 280 FEL & 1520 FWL §15 BHL: 100 FNL & 660 FWL §10 FTP: 100 FSL & 660 FWL §15 LTP: 100 FNL & 660 FWL §10 First Bone Spring/TVD 9758 feet/MD 20019 feet</p> |
| Well #2 | <p>Ibex 15/10 B2MD Federal Com. Well No. 1H API No. 30-025-50491 SHL: 280 FEL & 1550 FWL §15 BHL: 100 FNL & 660 FWL §10 FTP: 100 FSL & 660 FWL §15 LTP: 100 FNL & 660 FWL §10 Second Bone Spring/TVD 10487 feet/MD 20702 feet</p> |
| Well #3 | <p>Ibex 15/10 B1NC Federal Com. Well No. 1H API No. 30-025-50490 SHL: 280 FEL & 1610 FWL §15 BHL: 100 FNL & 1980 FWL §10 FTP: 100 FSL & 1980 FWL §15 LTP: 100 FNL & 1980 FWL §10 First Bone Spring/TVD 9737 feet/MD 19955 feet</p> |
| Well #4 | <p>Ibex 15/10 B2NC Federal Com. Well No. 1H API No. 30-025-50492 SHL: 280 FEL & 1580 FWL §15 BHL: 100 FNL & 1980 FWL §10 FTP: 100 FSL & 1980 FWL §15 LTP: 100 FNL & 1980 FWL §10 Second Bone Spring/TVD 10487 feet/MD 20667 feet</p> |

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| AFE Capex and Operating Costs | |
| Drilling Supervision/Month \$ | \$8000 |
| Production Supervision/Month \$ | \$800 |
| Justification for Supervision Costs | Exhibit 2-C |
| Requested Risk Charge | Cost plus 200% |
| Notice of Hearing | |
| Proposed Notice of Hearing | Exhibit 1 |
| Proof of Mailed Notice of Hearing (20 days before hearing) | Exhibit 4 |
| Proof of Published Notice of Hearing (10 days before hearing) | Exhibit 5 |
| Ownership Determination | |
| Land Ownership Schematic of the Spacing Unit | Exhibit 2-B |
| Tract List (including lease numbers and owners) | Exhibit 2-B |
| If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements. | Exhibit 2-B |
| Pooled Parties (including ownership type) | Exhibit 2-B; Working Interest Owners, Record Title Owners, and offsets |
| Unlocatable Parties to be Pooled | Yes; two parties did not return green cards |
| Ownership Depth Severance (including percentage above & below) | No Depth Severance |
| Joinder | |
| Sample Copy of Proposal Letter | Exhibit 2-C |
| List of Interest Owners (i.e. Exhibit A of JOA) | Exhibit 2-B |
| Chronology of Contact with Non-Joined Working Interests | Exhibit 2-C |
| Overhead Rates In Proposal Letter | |
| Cost Estimate to Drill and Complete | Exhibit 2-D |
| Cost Estimate to Equip Well | Exhibit 2-D |
| Cost Estimate for Production Facilities | Exhibit 2-D |
| Geology | |
| Summary (including special | Exhibit 3 |

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| considerations) | |
| Spacing Unit Schematic | Exhibits 2-A and 3-A |
| Gunbarrel/Lateral Trajectory Schematic | Exhibit 3-B |
| Well Orientation (with rationale) | South-North; Exhibit 2-A |
| Target Formation | First and Second Bone Spring Sands |
| HSU Cross Section | Exhibit 3-B |
| Depth Severance Discussion | N/A |
| Forms, Figures and Tables | |
| C-102 | Exhibit 2-A; because there are two pools involves each well has two C-102s |
| Tracts | Exhibit 2-B |
| Summary of Interests, Unit Recapitulation (Tracts) | Exhibit 2-B |
| General Location Map (including basin) | Exhibit 2-A |
| Well Bore Location Map | Exhibit 2-A |
| Structure Contour Map - Subsea Depth | Exhibit 3-A |
| Cross Section Location Map (including wells) | Exhibit 3-A |
| Cross Section (including Landing Zone) | Exhibit 3-B |
| Additional Information | |
| Special Provisions/Stipulations | |
| CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate. | |
| Printed Name (Attorney or Party Representative): | James Bruce |
| Signed Name (Attorney or Party Representative): |  |
| Date: | Effective April 6, 2023 |

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION OF MEWBOURNE OIL
COMPANY FOR COMPULSORY POOLING,
ETC., LEA COUNTY, NEW MEXICO.**

Case No. 23409

SELF-AFFIRMED AFFIDAVIT OF NOTICE

COUNTY OF SANTA FE)
) ss.
STATE OF NEW MEXICO)

James Bruce deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Mewbourne Oil Company.
3. Mewbourne Oil Company has conducted a good faith, diligent effort to find the names and correct addresses of the governmental entities entitled to receive notice of the non-standard unit portion of the application filed herein. The only entity is the Bureau of Land Management.
4. Notice of the application was provided to the interest owner, at its correct address, by certified mail. Copies of the notice letter and certified return receipt are attached hereto as Attachment A.
5. Applicant has complied with the notice provisions of Division Regulations.
6. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 5 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

5/1/23
Date

James Bruce
James Bruce

EXHIBIT 8

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

April 13, 2023

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Bureau of Land Management
620 East Greene
Carlsbad, New Mexico 88220

Ladies and gentlemen:

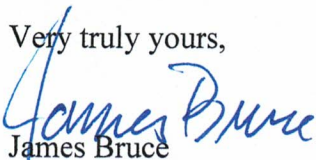
Enclosed is a copy of an application for compulsory pooling and a non-standard spacing unit, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company (Case No. 23409). In this case Applicant seeks an order pooling all uncommitted mineral interest owners, limited to depths from the top of the First Bone Spring to the base of the Second Bone Spring, underlying a non-standard horizontal spacing unit comprised of the W/2 of Section 15 and the W/2 of Section 10, Township 23 South, Range 34 East, NMPM. The unit will be dedicated to (a) The Ibex 15/10 B1MD Federal Com. Well No. 1H and the Ibex 15/10 B2MD Federal Com. Well No. 1H, with first take points in the in the SW/4SW/4 of Section 15 and last take points in the NW/4NW/4 of Section 10, and (b) The Ibex 15/10 B1NC Federal Com. Well No. 1H and the Ibex 15/10 B2NC Federal Com. Well No. 1H, with first take points in the in the SE/4W/4 of Section 15 and last take points in the NE/4NW/4 of Section 10. **Applicant also requests approval of a non-standard spacing and proration unit in the Bone Spring formation (Antelope; Bone Spring, West Pool and Antelope; Bone Spring, Northwest Pool).** THE BLM IS BEING NOTIFIED ONLY AS TO THE NON-STANDARD UNIT PORTION OF THIS APPLICATION, AS REQUIRED BY DIVISION RULES. Also to be considered will be the .designation of applicant as operator of the wells.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, May 4, 2023. During the current circumstances, state buildings are closed to the public and the hearing will be conducted remotely. To view the hearing docket and to determine how to participate in an electronic hearing, go to <https://www.emnrd.nm.gov/oed/hearing-info/>, or contact Marlene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov. You are not required to attend this hearing, but as an owner of an interest who may be affected by the application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting this

Attachment A

matter at a later date. A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than five business days before the hearing date. This statement may be filed online with the Division at ocd.hearings@emnrd.nm.gov, and should include: The name of the party and his or her attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate time the party will need to present his or her case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

A handwritten signature in blue ink that reads "James Bruce". The signature is written in a cursive style with a large, stylized "J" and "B".

James Bruce

Attorney for Mewbourne Oil Company

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| Postage | \$ |
| Total Postage and Fees | \$ |
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| Street and Apt. No., or P.O. | 620 East Greene |
| City, State, ZIP+4® | Carlsbad, New Mexico 88220 |

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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