#### **CASE NO. 24036**

## APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

- 1. Pooling Checklist
- 2. Landman's Affidavit
  - 2-A: C-102
  - 2-B: Tract Maps and Ownership Lists
  - 2-C: Summary of Contacts and Proposal Letter
  - 2-D: AFE
- 3. Geologist's Affidavit
  - 3-A: Structure Map
  - 3-B: Cross-Section
  - 3-C: Horizontal Drilling Plan
  - 3-D: Locator Map
- 4. Affidavit of Mailing
  - 4-A: Notice Letter
- 5. Certified Notice Spreadsheet
- 6. Publication Affidavit
- 7. Application and Proposed Notice

COMPULSORY POOLING APPLICATION CHECKLIST	
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case: 24036	APPLICANT'S RESPONSE
Date: December 7, 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, Eddy County, New Mexico
Entries of	
Appearance/Intervenors:	
Well Family	Foreigner Bone Spring wells
Formation/Pool	
Formation/Pool Formation Name(s) or Vertical	Bone Spring
Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Entire Bone Spring formation
Pool Name and Pool Code:	Culebra Bluff; Bone Spring, South/Pool Code 15011
Well Location Setback Rules:	Statewide Rules for horizontal wells – 330' and 100' setbacks
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320 acres
Building Blocks:	40 acres
Orientation:	North-South
Description: TRS/County	W/2E/2 §33, Township 23 South, Range 28 East, and Lot 2, SW/4NE/4, and W/2SE/4 (the W/2E/2) §4, Township 24 South, Range 28 East, NMPM, Eddy County
Standard Horizontal Well Spacing Unit (Y/N), If No,	Yes
describe and is approval of non- standard unit requested in this application?	EXHIBIT /
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	N

Proximity Defining Well: if yes, description	
Applicant's Ownership in Each	Exhibit 2-B
Tract	
Well(s)	Add wells as needed
Name & API (if assigned),	Add wells as fleeded
surface and bottom hole location, footages, completion	
target, orientation, completion	
status (standard or non-	
standard)	
Well #1	Foreigner 33/4 Fed. Com. Well No. 525H
VVCII II 2	API No. 30-015-49808
	SHL: 215 FSL & 590 FEL §28-23S-28E
	BHL: 100 FSL & 2000 FEL §4
	FTP: 100 FNL & 2000 FEL §33
	LTP: 100 FSL & 2000 FEL §4
	Second Bone Spring/TVD 8100 feet/MD 19500 feet
Well #2	
Horizontal Well First and Last	See above
Take Points	
Completion Target (Formation,	See above
TVD and MD)	
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8000
Production Supervision/Month \$	\$800
Justification for Supervision	
Costs	Exhibit 2, page 2
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	Exhibit 6
Hearing (10 days before hearing)  Ownership Determination	EXHIDIT 6
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.	
Pooled Parties (including	
ownership type)	Exhibit 2-B; Working Interest Owners
Unlocatable Parties to be Pooled	Yes
Ownership Depth Severance	
(including percentage above &	
below)	No Depth Severance
Joinder  Samuela Carry of Proposal Letter	Exhibit 2-C
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	
considerations)	Exhibit 3
Spacing Unit Schematic	Exhibits 2-A and 3-A
Gunbarrel/Lateral Trajectory	
Schematic	Exhibit 3-B
Well Orientation (with	
rationale)	West-East; Exhibits 3 and 3-A
Target Formation	Second Bone Spring Sand
HSU Cross Section	Exhibit 3-B
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit 2-A
Tracts	Exhibit 2-B
Summary of Interests, Unit	
Recapitulation (Tracts)	Exhibits 2-B
General Location Map (including	
basin)	Exhibit 3-D
Well Bore Location Map	Exhibit 2-A
Structure Contour Map - Subsea	
The second secon	1

Cross Section Location Map (including wells) Cross Section (including Landing	Exhibit 3-B	
Zone)	Exhibit 3-C	
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		mine of the second
Representative):		ames Duce
Date:	December 5, 2023	

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 24036

## VERIFIED STATEMENT OF MITCH ROBB

Mitch Robb, being duly sworn upon his oath, deposes and states:

- 1. I am a landman for Mewbourne Oil Company ("Mewbourne"), and have personal knowledge of the matters stated herein. I have been qualified by the Division as an expert petroleum landman.
- 2. Pursuant to NMAC 19.15.4.12.A(1), the following information is submitted in support of the compulsory pooling application filed herein:
  - (a) The purpose of this application is to force pool working interest owners into the Bone Spring horizontal spacing unit described below, and in wells to be drilled in the unit.
  - (b) No opposition is expected because the interest owners being pooled have been contacted regarding the proposed well, but have failed or refused to voluntarily commit their interests to the well. Some interest owners may be unlocatable.
  - (c) A plat outlining the unit being pooled is attached hereto as Attachment A. Mewbourne seeks an order pooling all mineral interests in the Bone Spring formation underlying the W/2E/2 of Section 33, Township 23 South, Range 28 East, NMPM and Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4, Township 24 South, Range 28 East, NMPM. The unit will be dedicated to:
    - (i) the Foreigner 33/4 Fed Com #525H, a horizontal well with a first take point in the NW/4 NE/4 of 33 and a final take point in the SW/4 SE/4 of Section 4;
  - (d) The parties being pooled and their interests are set forth in Attachment B. Their current and correct addresses, or last known addresses, are also set forth.

- (e) In order to locate the interest owners Mewbourne examined the county records, performed internet searches, checked telephone records, made calls to family members, and searched Accurint and Whitepages.
- (f) Attachment C contains a summary of contacts or attempted contacts with the interest owners, together with copies of the proposal letters sent to the interest owners.
- (g) Mewbourne has made a good faith effort to obtain the voluntary joinder of the working interest owners in the proposed well, or to locate the owners.
- (h) Mewbourne has the right to pool the overriding royalty owners in the well unit.
- (i) Attachment D contains the Authorizations for Expenditure for the proposed wells. The estimated costs of the wells set forth therein are fair and reasonable, and comparable to the costs of other wells of similar depth and length drilled in this area of Eddy County.
- (j) Mewbourne requests overhead and administrative rates of \$8000/month for a drilling well and \$800/month for a producing well. These rates are fair, and comparable to the rates charged by other operators for wells of this type in this portion of Eddy County. They are also the rates set forth in the Joint Operating Agreement for the well unit. Mewbourne requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.
- (k) Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (l) Mewbourne requests that it be designated operator of the wells.
- (m) The attachments to this affidavit were prepared by me, or compiled from Company business records.
- (n) The granting of this application is in the interests of conservation and the prevention of waste.

VERIFICATION
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STATE OF TEXAS	)	
	) ss.	
COUNTY OF MIDLAND	)	

Mitch Robb, being duly sworn upon his oath, deposes and states that: He is a landman for Mewbourne Oil Company; he is authorized to make this verification on its behalf; he has read the foregoing statement, and knows the contents thereof; and the same is true and correct to the best of his knowledge, information, and belief.

Mitch Robb

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 Brazos 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

		W	ELL L	JCA 110	N AND ACK	LAGE DEDIC	3 Pool Nan	20	
	API Number 15-498			<sup>2</sup> Pool Code 15011		CULEBRA B			SOUTH
4Property Co		FOREIGNER 33/4 FED COM					6 Well Number <b>525 H</b>		
7 OGRID	1944			*Operator Name  MEWBOURNE OIL COMPANY  **Operator Name  3061*					
					10 Surface	Location			,
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	
P	28	23S	28E		215	SOUTH	590	EAST	EDDY
-			11	Bottom H	lole Location	If Different Fro	om Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0.010110.	4	245	28E		100	SOUTH	2000	EAST	EDDY
12 Dedicated Acre	s 13 Joint	or Infill 14	Consolidation	Code 15 (	Order No.				
320									

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.

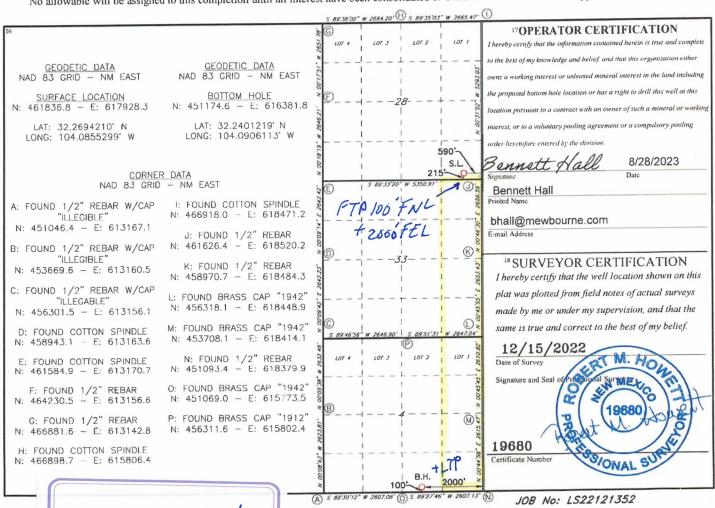
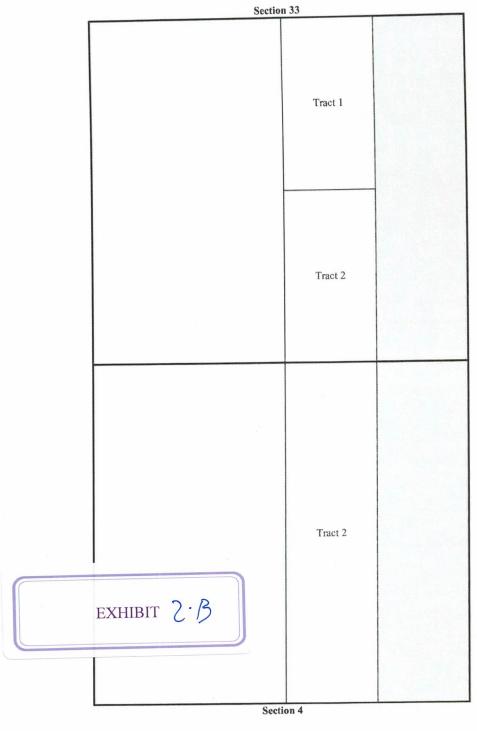


EXHIBIT 2.A

Released to Imaging: 12/5/2023 4:05:03 PM

#### **Section Plat**

Foreigner 33/4 Fed Com #525H W/2E/2 of Section 33-T23S-R28E & and Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4-T24S-R28E Eddy County, NM



Tract 1: W2NE4 of Section 33 - Fee Leases

MRC Permian Company

MRC Permian LKE Company, LLC

Tract 2: W2SE4 of Section 33 & and Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4 - Fee Leases

Mewbourne Oil Company, et al. MRC Permian Company Justin Nine and wife, Sara Nine

#### RECAPITUALTION FOR Foreigner 33/4 Fed Com #525H

Tract Number	Number of Acres Committeed	Percentage of Interst in Communitized Area
1	80	25.003907%
2	239.95	74.996093%
TOTAL	319.95	100.000000%

## T23S-R28E, Eddy County, NM

on 33	_
Tract I	
Tract 2	
Tract 2	

Section 4 T24S-R28E, Eddy County, NM

## TRACT OWNERSHIP

Foreigner 33/4 Fed Com #525H W/2E/2 of Section 33-T23S-R28E & and Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4-T24S-R28E Eddy County, NM

# W/2E/2 of Section 33 & and Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4 Bone Spring Formation:

Owner	% of Leasehold Interest
Mewbourne Oil Company, et al.	43.576330%
*MRC Permian Company	55.929181%
*Justin Nine and wife, Sara Nine	0.103804%
*MRC Permian LKE Company, LLC	0.390686%
TOTAL	100.000000%

**Total Interest Being Pooled:** 

56.423670%

## OWNERSHIP BY TRACT

## **W2NE of Section 33**

Owner	% of Leasehold Interest		
MRC Permian Company	98.437500%		
MRC Permian LKE Company, LLC	1.562500%		
TOTAL	100.000000%		

## W2SE4 of Section 33 & Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4

Owner	% of Leasenoid interest
Mewbourne Oil Company, et al.	58.104800%
MRC Permian Company	41.756788%
Justin Nine and wife, Sara Nine	0.138412%
TOTAL	58.104800%

## Summary of Communications Foreigner 33/4 Fed Com #525H

# W/2E/2 of Section 33-T23S-R28E & and Lot 2 (NW/4NE/4), SW/4NE/4, and W/2SE/4 (W/2E/2) of Section 4-T24S-R28E Eddy County, NM

#### **MRC Permian Company**

## MRC Permian LKE Company, LLC:

February 2022 to Present: Trade discussions with above listed party

10/05/2023: Mailed Well Proposal, Revised Exhibit "A" & replacement page to Joint Operating Agreement and Communitization Agreement to the above listed party.

10/30/2023: Correspondence with above referenced party regarding proposals. 11/06/2023: Correspondence with above referenced party regarding proposals.

11/28/2023: Followed up with above referenced party regarding proposals.

## Justin Nine and wife, Sara Nine:

10/05/2023: Mailed Well Proposal, Revised Exhibit "A" & replacement page to Joint Operating Agreement to the above listed party.

11/16/2023: Emailed Well Proposal, Revised Exhibit "A" & replacement page to Joint Operating Agreement to the above listed party.

11/28/2023: Followed up with above referenced party regarding proposals.

## Assigns of Joe H. Beeman:

10/05/2023: Mailed Well Proposal to the above listed party.

Ongoing: Quiet title suit determining heirship



## MEWBOURNE OIL COMPANY

FASKEN CENTER
500 WEST TEXAS, SUITE 1020
MIDLAND, TX 79701

TELEPHONE (432) 682-3715

October 4, 2023

## Via Certified Mail

Working Interest Owner

Re: Foreigner 33/4 Fed Com #528H 215' FSL & 570' FEL (SL) (Section 28) 100' FSL & 660' FEL (BHL) (Section 4)

> Foreigner 33/4 Fed Com #525H 215' FSL & 590' FEL (SL) (Section 28) 100' FSL & 2000' FEL (BHL) (Section 4)

Section 33, T23S, R28E & Section 4, T24S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Under the terms of the governing Operating Agreement, dated December 1, 2015 ("JOA"), Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned Foreigner 33/4 Fed Com #528H at the above referenced surface locations (SL) to the referenced bottom hole locations (BHL). The proposed well will be drilled to an approximate true vertical depth (TVD) of 8,100 feet subsurface to evaluate the Bone Spring Formation. The proposed well will have a measured depth (MD) of approximately 19,500 feet. The E/2E/2 of the captioned Section 33 and the E/2E/2 of the captioned Section 4 will be dedicated to the well as the proration unit.

In addition, Mewbourne as Operator hereby proposes to drill the captioned Foreigner 33/4 Fed Com #525H at the above referenced surface locations (SL) to the referenced bottom hole locations (BHL). The proposed well will be drilled to an approximate true vertical depth (TVD) of 8,100 feet subsurface to evaluate the Bone Spring Formation. The proposed well will have a measured depth (MD) of approximately 19,500 feet. The W/2E/2 of the captioned Section 33 and the W/2E/2 of the captioned Section 4 will be dedicated to the well as the proration unit.

Regarding the above, enclosed for your further handling are our AFEs dated June 28, 2023 for the captioned proposed wells, a replacement Exhibit "A" and page 18 to the JOA. In the event your firm elects to participate in the proposed well, please execute the enclosed AFEs, initial the replacement Exhibit "A" to the JOA and return to me within thirty (30) days.

Should you have any questions regarding the above, please email me at <a href="mailto:mrobb@mewbourne.com">mrobb@mewbourne.com</a> or call me at (432) 682-3715.

Sincerely,

## MEWBOURNE OIL COMPANY

Mitch Robb Landman

AUTHORIZATION FOR EXPENDITU				
Well Name: FOREIGNER 33/4 FED COM #32577 (2220)		IGNER		Der VIII
Location: SL: 215 FSL & 590 FEL (28); BHL: 100 FSL & 2000 FEL (4)	ounty: Eddy	_		ST: NM
Sec. 33 Blk: Survey: TWP: 23S	RNG: 28	Prop. TVD:	8100	TMD: 19500
INTANGIBLE COSTS 0180	CODE	TCP	CODE	CC
Regulatory Permits & Surveys	0180-0100		0180-0200	\$35,00
Location / Road / Site / Preparation	0180-0105	\$50,000	0180-0205	\$50,00
Location / Restoration	0180-0106	\$508,400		\$89,70
Daywork / Turnkey / Footage Drilling 17 days drlg / 3 days comp @ \$28000/d	0180-0114	\$120,400		\$241,00
Fuel 1700 gal/day @ \$3.9/gal	0180-0115		0180-0215	
Alternate Fuels Mud, Chemical & Additives	0180-0120		0180-0220	
Mud - Specialized	0180-0121	\$250,000	0180-0221	\$200,00
Horizontal Drillout Services	-		0180-0222	
Stimulation Toe Preparation	0180-0125	\$115,000		
Cementing Logging & Wireline Services	0180-0130	\$34,000	0180-0230	\$377,0
Casing / Tubing / Snubbing Services	0180-0134		0180-0234	\$17,0
Mud Logging	0180-0137	\$15,000	0180-0241	\$3,033.0
Stimulation 51 Stg 20.2 MM gal / 25.3 MM lb	-		0180-0241	
Stimulation Rentals & Other  Water & Other 100% PW f/ MOC @ \$0.25/bbl	0180-0145	\$35,000	0180-0245	
Water & Other 100% PW f/ MOC @ \$0,25/bbl	0180-0148	\$64,100	0180-0248	3
Inspection & Repair Services	0180-0150	\$50,000	0180-0250	
Misc. Air & Pumping Services	0180-0154	010.000	0180-0254	
Testing & Flowback Services	0180-0158	\$12,000	0180-0258	
Completion / Workover Rig	0180-0164	\$150,000	0 100-0200	\$10,3
Rig Mobilization	0180-0165		0180-0265	\$60,0
Transportation Welding, Construction & Maint. Services	0180-0168	\$4,000	0180-0268	\$16,5
Contract Services & Supervision	0180-0170		0180-0270	\$70,0
Directional Services Includes Vertical Control	0180-0175	\$350,000	0400 000	\$42,0
Equipment Rental	0180-0180		0180-0280	
Well / Lease Legal Well / Lease Insurance	0180-0185		0180-0285	
Intangible Supplies	0180-0188	\$7,000	0180-0288	\$1,0
Damages	0180-0190	\$10,000	0180-0290	
Pipeline Interconnect, ROW Easements	0180-0192	670,000	0180-0292	
Company Supervision	0180-0195		0180-029	
Overhead Fixed Rate Contingencies 5% (TCP) 5% (CC)	0180-0199		0180-0299	
TOTAL	-	\$2,547,600		\$5,110,0
TANGIBLE COSTS 0181				
Casing (19.1" - 30")	0181-0793			
Casing (10.1" - 19.0") 550' - 13 3/8" 54.5# J-55 ST&C @ \$58.21/ft	0181-0794	\$34,200		
Casing (8.1" – 10.0") 2550' - 9 5/8" 40# HCL80 LT&C @ \$56.93/ft	0181-0795	\$155,000 \$448,300		
Casing (6.1" – 8.0") 8100' - 7" 29# HPP110 BT&C @ \$51.82/ft  Casing (4.1" – 6.0") 11600' - 4 1/2" 13.5# HCP-110 CDC-HTQ @ \$29.55/ft	0161-0790	<b>\$440,000</b>	0181-079	7 \$366,1
Tubing 7850' - 3 1/2" 9.2# L-80 IPC Tbg @ \$23.11/ft			0181-0798	
Drilling Head	0181-0860	\$50,000		
Tubing Head & Upper Section			0181-0870	
Horizontal Completion Tools Completion Liner Hanger	11			
			0181-087	
Subsurface Equip. & Artificial Lift  Service Rumps (1/2) TRICRICirc cump			0181-0880	\$25,0
Service Pumps (1/2) TP/CP/Circ pump				\$25,0 \$ \$16,0
			0181-0886 0181-0886 0181-0890 0181-0890	\$25,0 6 \$16,0 0 \$142,0 2 \$138,0
Service Pumps         (1/2) TP/CP/Circ pump           Storage Tanks         (1/2) 4 OT/3 WT/GB           Emissions Control Equipment         (1/2) 2 VRT/VRU/Flare/3 KO/AIR           Separation / Treating Equipment         (1/2) 2 H Sep/V Sep/VHT/HHT			0181-0880 0181-0890 0181-0890 0181-0890	5 \$25,0 6 \$16,0 5 \$142,0 2 \$138,0 5 \$86,0
Service Pumps (1/2) TP/CP/Circ pump Storage Tanks (1/2) 4 OT/3 WT/GB Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT Automation Metering Equipment			0181-0886 0181-0896 0181-0896 0181-0896 0181-0896	\$25,0 \$16,0 \$142,0 \$138,0 \$886,0 \$888,0
Service Pumps (1/2) TP/CP/Circ pump Storage Tanks (1/2) 4 OT/3 WT/GB Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT Automation Metering Equipment Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection			0181-0880 0181-0890 0181-0890 0181-0890	\$25,0 \$16,0 \$142,0 \$138,0 \$86,0 \$88,0 \$41,0
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment  Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc			0181-0886 0181-0896 0181-0896 0181-0896 0181-0896 0181-0906	\$25,0 \$16,0 \$142,0 \$2 \$138,0 \$5 \$86,0 \$41,0 \$1 \$5,0
Service Pumps (1/2) TP/CP/Circ pump Storage Tanks (1/2) 4 OT/3 WT/GB Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT Automation Metering Equipment Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection			0181-0886 0181-0896 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900	\$25,0 \$16,0 \$142,0 \$138,0 \$5,5 \$86,0 \$41,0 \$5,0 \$200,0
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRTV/RU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment  Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc  On-site Valves/Fittings/Lines&Misc			0181-0886 0181-0896 0181-0896 0181-0896 0181-0896 0181-0906 0181-0906 0181-0906 0181-0906 0181-0906	\$25.0 \$16.0 \$142.0 \$2 \$138.0 \$3 \$86.0 \$41.0 \$5.0 \$6 \$200.0 \$7 \$36.0
Service Pumps (1/2) TP/CP/Circ pump Storage Tanks (1/2) 4 OT/3 WT/GB Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT Automation Metering Equipment Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection Water Pipeline-Pipe/Valves & Misc On-site Valves/Fittings/Lines&Misc White A Construction Cathodic Protection Electrical Installation			0181-0886 0181-0896 0181-0896 0181-0896 0181-0896 0181-0906 0181-0906 0181-0906 0181-0906 0181-0906	25,00 \$25,00 \$16,00 \$16,00 \$16,00 \$142,00 \$142,00 \$138,00 \$16,00 \$141,00 \$1,00
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Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment  Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc  On-site Valves/Fittings/Lines&Misc  Wellhead Flowlines - Construction  Cathodic Protection  Ejectrical Installation  Equipment Installation  Oil/Gas Pipeline - Construction			0181-0886 0181-0896 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	\$25.0 \$16.0 \$142.0 \$138.0 \$5 \$86.0 \$3 \$88.0 \$1 \$5.0 \$5 \$200.0 \$6 \$200.0 \$7 \$36.0 \$9 \$236.0 \$150.0 \$31.0
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Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment  Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves&Misc  On-site Valves/Fittings/Lines&Misc  Wellhead Flowlines - Construction  Cathodic Protection  Electrical Installation  Equipment Installation  Equipment Installation  Oil/Gas Pipeline - Construction  Water Pipeline - Construction  TOTAL		\$687,500	0181-0886 0181-0896 0181-0899 0181-0899 0181-0899 0181-0909 0181-0909 0181-0909 0181-0909 0181-0909 0181-0919 0181-0929	25,00 \$25,00 \$16,00 \$142,00 \$142,00 \$142,00 \$186,00 \$186,00 \$141,00 \$1,00 \$1,00 \$1,00 \$1,00 \$1,862,8
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Service Pumps (1/2) TP/CP/Circ pump Storage Tanks (1/2) 4 OT/3 WT/GB Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT Automation Metering Equipment Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection Water Pipeline-Pipe/Valves & Misc On-site Valves/Fittings/Lines&Misc Wellhead Flowlines - Construction Cathodic Protection Electrical Installation Equipment Installation Equipment Installation Oil/Gas Pipeline - Construction Water Pipeline - Construction TOTAL SUBTOTAL		\$3,235,100	0181-0886 0181-0896 0181-0899 0181-0899 0181-0899 0181-0909 0181-0909 0181-0909 0181-0909 0181-0909 0181-0919 0181-0929	25,0 3 \$16,0 3 \$142,0 5 \$86,0 5 \$86,0 5 \$86,0 5 \$86,0 7 \$36,0 3 \$200,0 3 \$236,0 5 \$200,0 6 \$200,0 7 \$36,0 6 \$200,0 7 \$36,0 6 \$200,0 7 \$36,0 6 \$200,0 7 \$36,0 7 \$36,0 7 \$36,0 8 \$200,0 8
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment  Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc  On-site Valves/Fittings/Lines&Misc  Wellhead Flowlines - Construction  Cathodic Protection  Electrical Installation  Equipment Installation  Oil/Gas Pipeline - Construction  Water Pipeline - Construction  TOTAL  SUBTOTAL  TOTAL WELL COST  Extra Expense Insurance	-	\$3,235,100 \$10,2	0181-0886 0181-0896 0181-0899 0181-0899 0181-0899 0181-0899 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	25,0 3 \$16,0 3 \$142,0 5 \$86,0 5 \$86,0 5 \$86,0 5 \$86,0 7 \$36,0 3 \$200,0 3 \$236,0 5 \$200,0 6 \$200,0 7 \$36,0 6 \$200,0 7 \$36,0 6 \$200,0 7 \$36,0 6 \$200,0 7 \$36,0 7 \$36,0 7 \$36,0 8 \$200,0 8
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc  On-site Valves/Fittings/Lines&Misc  Wellhead Flowlines - Construction  Cathodic Protection  Electrical Installation  Equipment Installation  Oil/Gas Pipeline - Construction  Water Pipeline - Construction  TOTAL  SUBTOTAL  TOTAL WELL COST  Extra Expense Insurance and pay my proj Operator has secured Extra Expense Insurance and pay my proj Operator has secured Extra Expense Insurance covering costs of well control, clean up and or	oortionate sha	\$3,235,100 \$10,2	0181-0886 0181-0896 0181-0899 0181-0899 0181-0899 0181-0909 0181-0909 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	25,00 \$25,00 \$16,00 \$16,00 \$142,00 \$142,00 \$142,00 \$186,00 \$15,00 \$150,00 \$31,00 \$1,862,8
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc  On-site Valves/Fittings/Lines&Misc  Wellhead Flowlines - Construction  Cathodic Protection  Electrical Installation  Equipment Installation  Oil/Gas Pipeline - Construction  Water Pipeline - Construction  Water Pipeline - Construction  TOTAL  SUBTOTAL  TOTAL WELL COST  Extra Expense Insurance and pay my prof Operator has secured Extra Expense Insurance and pay my prof Operator has secured Extra Expense Insurance covering costs of well control, clean up and of i elect to purchase my own well control insurance policy.  I neither box is checked above, non-operating winking interest owner elects to be covered by	portionate sharedrilling as estima	\$3,235,100 \$10,2 re of the premiuted in Line Item 0	0181-0886 0181-0896 0181-0896 0181-0899 0181-0899 0181-0909 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	25.0 5 \$16.0 \$14.0 2 \$138.0 5 \$86.0 8 \$88.0 9 \$41.0 6 \$200.0 7 \$36.0 9 \$236.0 9 \$150.0 1 \$4.0 \$1,862.4 \$6,972.4
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Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/VHT/HHT  Automation Metering Equipment (1	portionate shared share	\$3,235,100 \$10,2 re of the premiuted in Line Item 0	0181-0886 0181-0896 0181-0896 0181-0899 0181-0899 0181-0909 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	25.00 \$25.00 \$16.00 \$16.00 \$16.00 \$16.00 \$16.00 \$142.00 \$138.00 \$16.00 \$
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  On-site Valves/Fittings/Lines&Misc (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  On-site Valves/Fittings/Lines&Misc (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  On-site Valves/Fittings/Lines&Misc (1/2) 2	portionate shared share	\$3,235,100 \$10,2 re of the premiuted in Line Item 0	0181-0886 0181-0896 0181-0896 0181-0899 0181-0899 0181-0909 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	25.00 \$25.00 \$16.00 \$16.00 \$16.00 \$16.00 \$16.00 \$142.00 \$138.00 \$16.00 \$
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Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment  Oil/Gas Pipeline-Pipe/Valves&Misc Gas Line & GL Injection  Water Pipeline-Pipe/Valves & Misc  On-site Valves/Fittings/Lines&Misc  Wellhead Flowlines - Construction  Cathodic Protection  Ejectrical Installation  Ejectrical Installation  Equipment Installation  Oil/Gas Pipeline - Construction  Water Pipeline - Construction  TOTAL  SUBTOTAL  TOTAL WELL COST  Extra Expense Insurance and pay my properties of the secured Extra Expense Insurance and pay my properties of the secured Extra Expense Insurance covering costs of well control, clean up and reference in the secured Extra Expense Insurance covering costs of well control, clean up and reference in the secured Extra Expense Insurance of the secured Extra Expense Insurance of the secured Extra Expense Insurance covering costs of well control, clean up and reference in the secured Extra Expense Insurance of the secured Extra Ex	optionate shamed as estimated of the control of the	\$3,235,100 \$10,2 re of the premiuted in Line Item 0	0181-0886 0181-0896 0181-0896 0181-0899 0181-0899 0181-0909 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	\$25.0 \$16.0 \$142.0 \$142.0 \$2 \$138.0 \$3 \$86.0 \$41.0 \$5.0 \$5.0 \$5.0 \$3.0 \$226.0 \$3.0 \$150.0 \$3.0 \$150.0 \$3.0 \$1,862.8 \$6,972.8
Service Pumps (1/2) TP/CP/Circ pump  Storage Tanks (1/2) 4 OT/3 WT/GB  Emissions Control Equipment (1/2) 2 VRT/VRU/Flare/3 KO/AIR  Separation / Treating Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  On-site Valves/Fittings/Lines&Misc (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  On-site Valves/Fittings/Lines&Misc (1/2) 2 H Sep/V Sep/VHT/HHT  Automation Metering Equipment (1/2) 2 H Sep/V Sep/VHT/HHT  On-site Valves/Fittings/Lines&Misc (1/2) 2	optionate shamed as estimated of the control of the	\$3,235,100 \$10,2 re of the premiuted in Line Item 0	0181-0886 0181-0896 0181-0896 0181-0899 0181-0899 0181-0909 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900 0181-0900	\$25,0 \$16,0 \$142,0 \$142,0 \$138,0 \$86,0 \$41,0 \$5,0 \$3,0 \$200,0 \$3,0 \$150,0 \$3,0 \$150,0 \$3,0 \$1,862,8 \$6,972,8

EXHIBIT 2.17

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

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR A COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case Nos. 24036 & 24037

## SELF AFFIRMED STATEMENT OF TYLER HILL

COUNTY OF MIDLAND	)
	) ss
STATE OF TEXAS	)

Tyler Hill deposes and states:

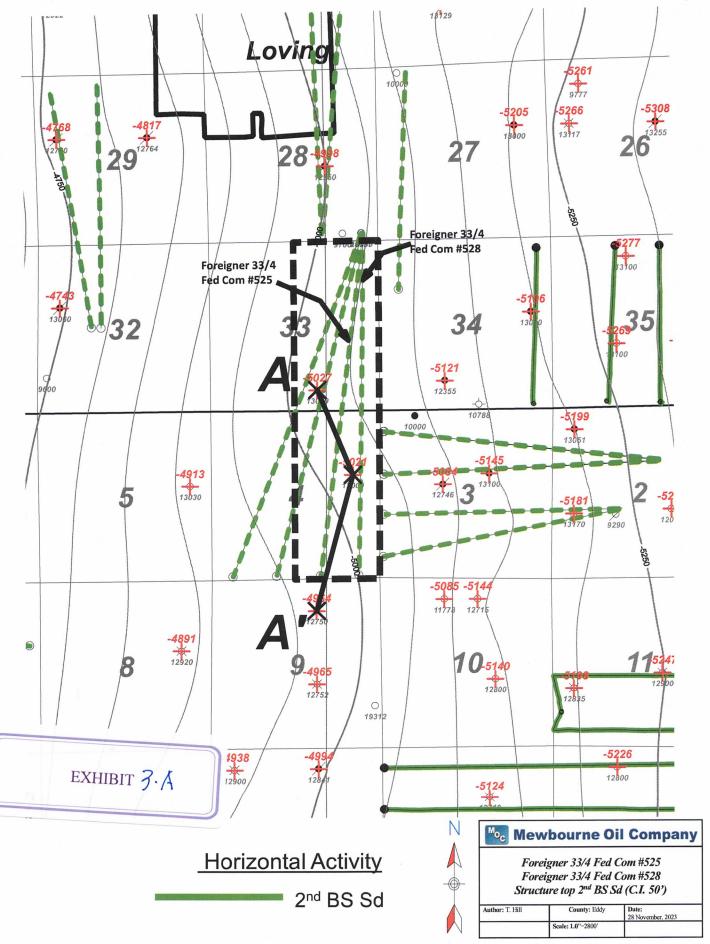
- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am a geologist for Mewbourne Oil Company ("Mewbourne"), and I am familiar with the geological matters involved in this case. I have been qualified by the Division as an expert petroleum geologist.
- 3. The following geological plats are attached hereto:
- (a) Exhibit 3-A is a structure map of the 2<sup>nd</sup> BS formation, mapped on the top of the correlative 2<sup>nd</sup> BS 'C' Sd marker. It shows that structure dips to the east, and that the planned wellbores would drill along strike. It also shows a line of cross-section, A-A'.
- (b) Exhibit 3-B is a north-south cross section. The well logs on the cross-section give a representative sample of the 2<sup>nd</sup> BS Sd formation in this area. The target zone for the wells is the Lower 2<sup>nd</sup> BS Sand, and that zone is continuous across the well unit.
- 4. I conclude from the maps that:
- (a) The horizontal spacing unit is justified from a geologic standpoint.
- (b) Each quarter-quarter section in the units will contribute more or less equally to production from each well.
- (c) There is no faulting or other geologic impediment on the area which will affect the drilling of the subject wells.
- 5. Exhibit 3-C is a regional map that shows the Foreigner drilling units in relation to nearby cities, and its location in Eddy County, NM.

- 6. Exhibit 3-D contains the Directional Drilling plans for the wells: the Foreigner 33/4 Fed Com #525H and Foreigner 33/4 Fed Com #525H. The producing intervals of the proposed wells will be orthodox. The pool and pool code is Culebra Bluff; Bone Spring South (15011).
- 7. Referring to Exhibit 3-A, there are both standup and laydown well units in this area, although most of them are standup. Mewbourne's analysis shows that standup wells are a proper way to develop the reservoir.

I understand that this Self-Affirmed Statement will be used as written testimony in these cases. I affirm that my testimony in paragraphs 1 through 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.

11/29/23 Date

Tyler Hill



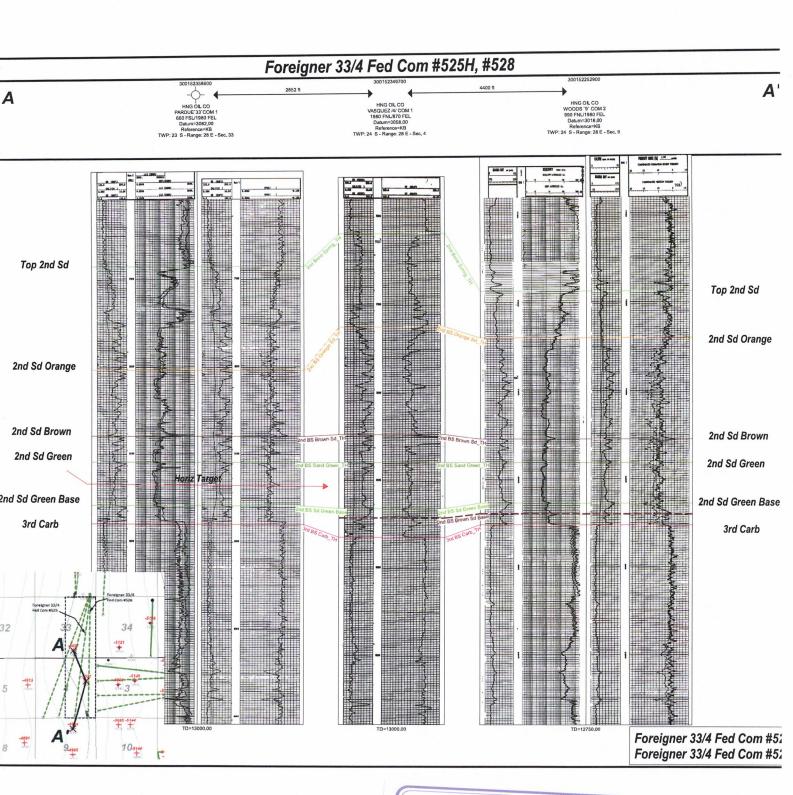
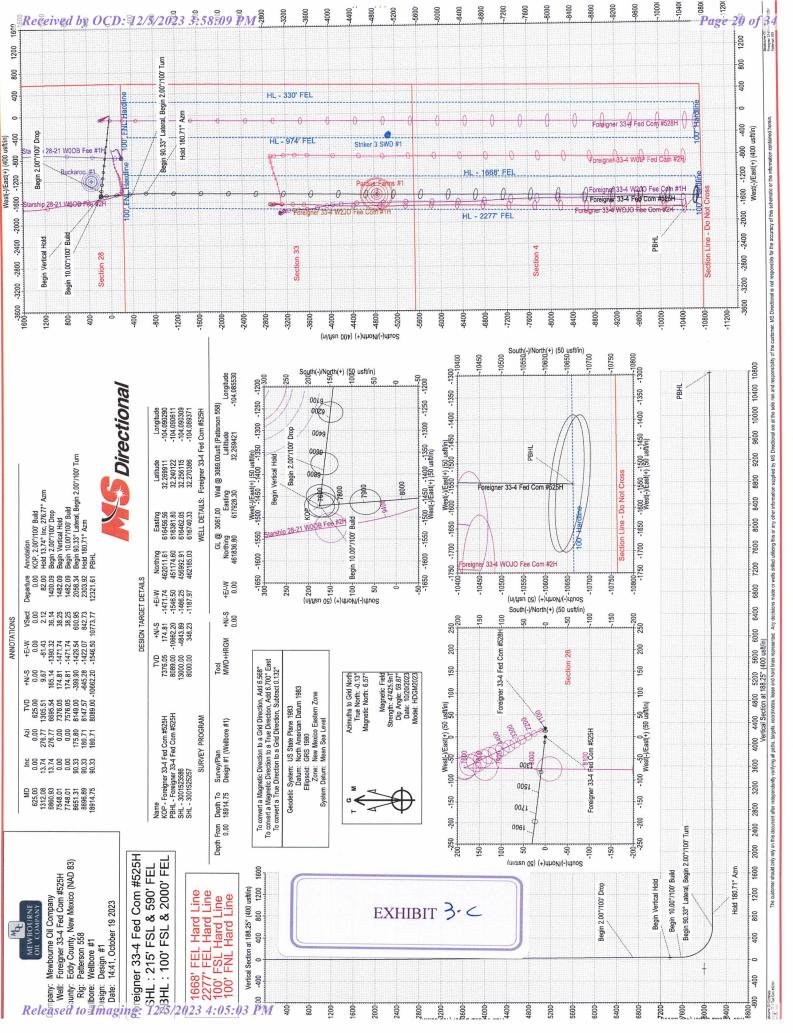
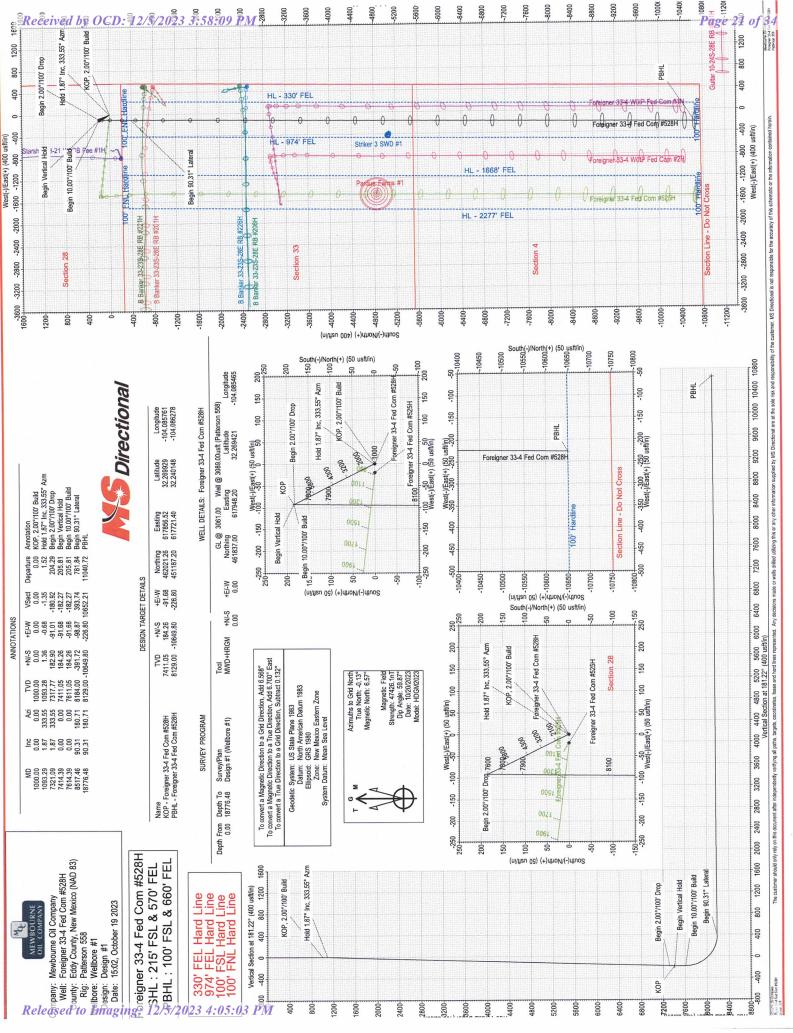
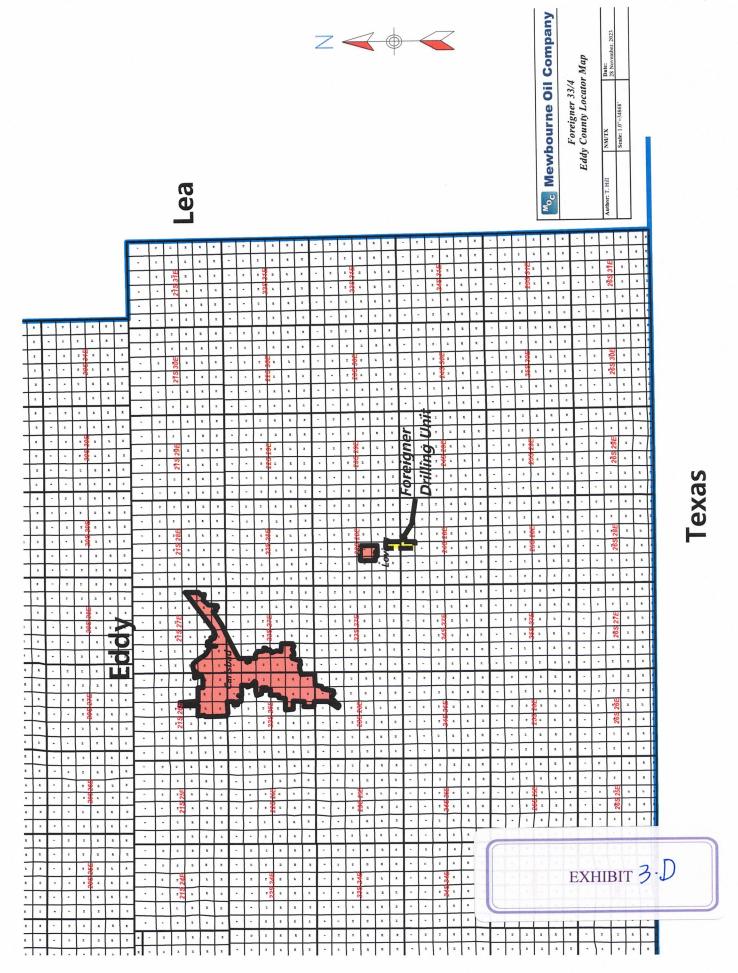


EXHIBIT 3.B







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

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case Nos. 24036 & 24037

## SELF-AFFIRMED STATEMENT 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 interest owners entitled to receive notice of the application filed herein.
- 4. Notice of the application was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit 2-A.
  - 5. Applicant has complied with the notice provisions of Division Rules.

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.

Date: 12/5/23

James Bruce

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

November 16, 2023

## CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of two applications, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, requesting the following relief:

- (a) Case No. 24036: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lot 2, SW/4NE/4, and W/2SE/4 (the W/2E/2) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be dedicated to the Foreigner 33/4 Fed. Com. Well No. 525H, with a first take point in the NW/4NE/4 of Section 33 and a last take point in the SW/4SE/4 of Section 4. Also to be considered will be the cost of drilling, completing, testing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, testing and equipping the well.
- (b) Case No. 24037: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lot 1, SE/4NE/4, and E/2SE/4 (the E/2E/2) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be dedicated to the Foreigner 33/4 Fed. Com. Well No. 528H, with a first take point in the NE/4NE/4 of Section 33 and a last take point in the SE/4SE/4 of Section 4. Also to be considered will be the cost of drilling, completing, testing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, testing and equipping the well.

EXHIBIT  $A \cdot A$ 

These matters are scheduled for hearing at 8:15 a.m. on Thursday, December 7, 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 <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>, or contact Marlene Salvidrez at <a href="mailto:Marlene.Salvidrez@emnrd.nm.gov">Marlene.Salvidrez@emnrd.nm.gov</a>. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters 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 <a href="mailto:ocd.hearings@emnrd.nm.gov">ocd.hearings@emnrd.nm.gov</a>, 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,

Attorney for Mewbourne Oil Company

#### **EXHIBIT A**

MRC Permian Company One Lincoln Center 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240

COG Production LLC One Concho Center 600 W. Illinois Ave. Midland, TX 79701 Attn: Brian Trejo Rojo

OXY USA WTP Limited Partnership 5 Greenway Plaza, Suite 110 Houston, TX 77046 Attn: Hannah Eastwood

Justin Nine and Sara Nine 1900 Larkspur Dr. Golden, CO 80401

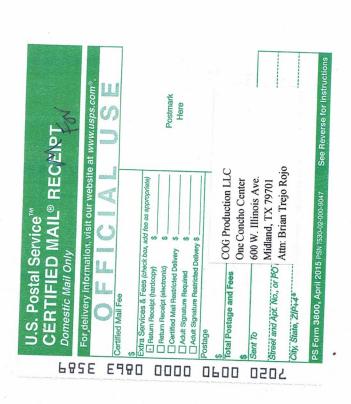
Heirs and Assigns of Joe Beeman 1933 San Mateo NE Albuquerque, NM 87110 See Reverse for Instructions

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SENDER: COMPLETE THIS SECTION	© Complete items 1, 2, and 3.  ■ Print your name and address on the reverse	so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	1. Article Addressed to:	MRC Permian Company One Lincoln Center 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240	9590 9402 7635 2122 6736 95	2. A 7020 0090 0000 0863	PS Form 3811, July 2020 PSN 7530-02-000-9053

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## CASE NOS. 24036 & 24037

## STATUS OF CERTIFIED NOTICE

INTEREST OWNER	MAILING DATE	RECEIPT DATE	CARD RETURNED
MRC Permian Company	11/16/23	11/20/23	Yes
Concho Production LLC	11/16/23	11/21/23	Yes
OXY USA WTP Limited Partnership	11/16/23	11/20/23	Yes
Justin and Sarah Nine	11/16/23	Not returned	No
Heirs or Assigns of Joe Beeman	11/16/23	Not returned	No



## Carlsbad Current Argus.

## Affidavit of Publication Ad # 0005860619 This is not an invoice

JAMES BRUCE ATTORNEY AT LAW POBOX 1056

SANTA FE, NM 87504

I, a legal clerk of the **Carlsbad Current Argus**, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof in editions dated as follows:

11/22/2023

Legal Clerk

Subscribed and sworn before me this November 22,

Mallend

State of WI, County of Brown NOTARY PUBLIC

1-17

My commission expires

KATHLEEN ALLEN Notary Public State of Wisconsin

Ad # 0005860619 PO #: 0005860619 # of Affidavits1

This is not an invoice

#### NOTICE

To: MRC Permian Company, COG Production LLC, OXY USA WTP Limited Partnership, Justin Nine, Sara Nine, and Joe Beeman, or your heirs, devisees, successors, or assigns: Mewbourne Oil Company ("Mewbourne") has filed two applications with the New Mexico Oil Conservation Division requesting the following:

Case No. 24036: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lot 2, SW/4NE/4, and W/2SE/4 (the W/2E/2) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be dedicated to the Foreigner 33/4 Fed. Com. Well No. 525H, with a first take point in the NW/4NE/4 of Section 33 and a last take point in the SW/4SE/4 of Section 4; and

Case No. 24037: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lot 1, SE/4NE/4, and E/2SE/4 (the E/2E/2) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be dedicated to the Foreigner 33/4 Fed. Com. Well No. 528H, with a first take point in the NE/4NE/4 of Section 33 and a last take point in the SE/4SE/4 of Section 4.

Also to be considered will be the cost of drilling, completing, equipping, and testing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, equipping, and testing the wells. The matters are scheduled for hearing at 8:15 a.m. on Thursday, December 7, 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/ocd/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 applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters 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 attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504, (505) 982-2043, jamesbruc@aol.com. The units are located approximately 2 miles northwest of Malaga, New Mexico. #0005860619, Current Argus, November 22, 2023

## BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 24036

#### **APPLICATION**

Mewbourne Oil Company applies for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lot 2, SW/4NE/4, and W/2SE/4 (the W/2E/2) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the W/2E/2 of Section 33 and the W/2E/2 of Section 4 (containing 319.95 acres), and has the right to drill a well thereon.
- 2. Applicant proposes to drill its Foreigner 33/4 Fed. Com. Well No. 525H to a depth sufficient to test the Bone Spring formation, with a first take point in the NW/4NE/4 of Section 33 and a last take point in the SW/4SE/4 of Section 4.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the W/2E/2 of Section 33 and the W/2E/2 of Section 4 for the purposes set forth herein.
- 4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all uncommitted mineral interest owners in the Bone

Spring formation underlying the W/2E/2 of Section 33 and the W/2E/2 of Section 4, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all uncommitted mineral interest owners in the Bone Spring formation underlying the W/2E/2 of Section 33 and the W/2E/2 of Section 4 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

**WHEREFORE**, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all uncommitted mineral interest owners in the Bone Spring formation (Culebra Bluff; Bone Spring, South Pool/Pool Code 15011) underlying the W/2E/2 of Section 33 and the W/2E/2 of Section 4;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling, completing, testing, and equipping the well, and allocating the cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling, completing, testing and equipping the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lot 2, SW/4NE/4, and W/2SE/4 (the W/2E/2) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be dedicated to the Foreigner 33/4 Fed. Com. Well No. 525H, with a first take point in the NW/4NE/4 of Section 33 and a last take point in the SW/4SE/4 of Section 4. Also to be considered will be the cost of drilling, completing, testing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, testing and equipping the well. The unit is located approximately 2 miles northwest of Malaga, New Mexico.