#### **CASE NO. 24619**

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

## EXHIBIT LIST - Part II

- 4. Affidavit of Mailing
  - 4-A: Notice Letter and Green Cards4-B: Certified Notice Spreadsheet
- 5. Affidavit of Publication
- 6. Application and Proposed Notice

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

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

Case Nos. 24618 & 24619

#### 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 applications filed herein.
- 4. Notice of the applications 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 4-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: 1/16/24

**EXHIBIT** 

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

July 3, 2024

#### CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

**EXHIBIT** 

H-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:

Case No. 24618: Mewbourne Oil Company seeks an order pooling all mineral uncommitted interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 18 and the W/2E/2 of Section 7, Township 21 South, Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 8H, with a first take point in the SW/4SE/4 of Section 18 and a last take point in the NW/4NE/4 of Section 7.

Case No. 24619: 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 18 and the E/2E/2 of Section 7, Township 21 South, Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 9H, with a first take point in the SE/4SE/4 of Section 18 and a last take point in the NE/4NE/4 of Section 7.

Also to be considered will be the cost of drilling, completing, testing, and equipping 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, testing, and equipping the wells.

These matters are scheduled for hearing at 8:30 a.m. on Thursday, July 25, 2024. The hearing may be attended (a) in person in Pecos Hall of the Wendell Chino Building, 1<sup>st</sup> Floor, 1220 South St. Francis Drive, Santa Fe New Mexico 87505, or (b) via the WebEx virtual meeting platform. 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 Freya Tschantz at <a href="freya.tschantz@emnrd.nm.gov">freya.tschantz@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,

James Bruce

Attorney for Mewbourne Oil Company

#### EXHIBIT A

MRC Permian Company Suite 1500 5400 LBJ Freeway Dallas, TX 75240

Attn: David Johns/Nick Weeks

Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, OK 73102

Attn: David Broussard

OXY USA Inc. OXY USA WTP LP Suite 110 5 Greenway Plaza Houston, TX 77046

Attn: Leslie Mullin

Finley Resources 1308 Lake Street Fort Worth, TX 76102

Attn: Sam Carroll

Maverick Oil & Gas Corporation 1001 West Wall Street Midland, TX 79701

Earthstone Permian, LLC Earthstone Operating, LLC 300 N. Marienfeld St., Suite 1000 Midland, Texas 79701

| 65 0   | U.S. Postal Service <sup>™</sup><br>CERTIFIED MAIL <sup>®</sup> REC<br>Domestic Mail Only           | ENDA                         |
|--------|---|------------------------------|
| 56     | For delivery information, visit our website   | at www.usps.com®.            |
| H      | OFFICIAL  |                              |
| 406    | Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate)                     |                              |
| 5270 J | Return Receipt (hardcopy) \$  | Postmark                     |
|        | Certified Mail Restricted Delivery \$   | Here                         |
|        | Postage   |                              |
|        | \$  |                              |
| 0770   | Total Postage and Fees  |                              |
|        | Sent To   |                              |
| 589    | Maverick Oil & Gas Corport<br>Street and Apt. No., or PO 1001 West Wall Street<br>Midland, TX 79701 | ation                        |
| _      | City, State, ZIP+46   |                              |
|        | PS Form 3800, January 2023 PSN 7530-02-000-9047   | See Reverse for Instructions |

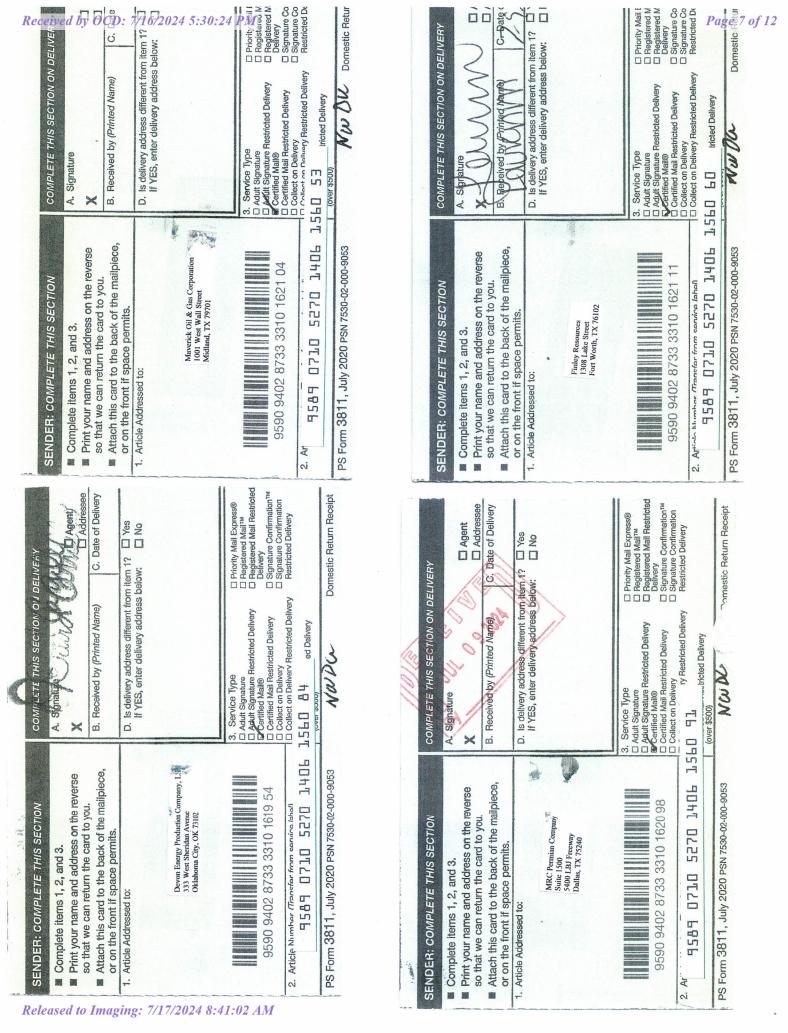
| 1,560 Au       | Domestic Mail Out   | VIII                         |
|----------------|---|------------------------------|
| 1710 5270 1406 | Certified Mail Fee \$  Extra Services & Fees (check box, add fee as appropriate)   Return Receipt (hardcopy) \$   Return Receipt (electronic) \$   Certified Mail Restricted Delivery \$   Adult Signature Required \$   Adult Signature Restricted Delivery \$   Postage  \$  Total Postage and Fees \$  Sent To | USE                          |
|                | Devon Energy Production Comp<br>333 West Sheridan Avenue<br>Oklahoma City, OK 73102   | any, L.P.                    |
|                | PS Form 3800, January 2023 PSN 7530-02-000-9047   | See Reverse for Instructions |

| U.S. Postal Service <sup>™</sup> CERTIFIED MAIL® REC Domestic Mail Only   |                   |
|---|-------------------|
| For delivery information, visit our website   | at www.usps.com°. |
| \$ Extra Services & Fees (check box, add fee as appropriate)  Return Receipt (hardcopy) \$  Return Receipt (electronic) \$  Certified Mail Restricted Delivery \$  Adult Signature Required \$  Adult Signature Restricted Delivery \$  Postage | Postmark<br>Here  |
| Sent To Street and Apt. N.  Street and Apt. N.  City, State, Zip-Ja   |                   |

| U.S. Postal Service <sup>™</sup> CERTIFIED MAIL® REC  | h.                          |
|---|-----------------------------|
| For delivery information, visit our website a   | at www.usps.com®.           |
| Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate)   Return Receipt (hardcopy)   Return Receipt (hardcopy)     Certified Mail Restricted Delivery   Adult Signature Required     Adult Signature Restricted Delivery     Postage     Total Postage and Fees     Sent To   1308 Lake Street     Fort Worth, TX 76102. | Postmark<br>Here            |
| City, State, ZIP+48  PS Form 3800, January 2023 PSN 7530-02-000-9047 S  | ee Reverse for Instructions |



| 0 41      | U.S. Postal Service <sup>™</sup><br>CERTIFIED MAIL <sup>®</sup> REC<br>Domestic Mail Only  | <b>⊜</b> lν∕τ     |
|-----------|--|-------------------|
| 560       | For delivery information, visit our website  | at www.usps.com®. |
| 7         | OFFICIAL   | The Party Com     |
| 5270 1406 | Certified Mail Fee \$ Extra Services & Fees (check box, add fee as eppropriate)   Return Receipt (hardcopy) \$   Return Receipt (electronic) \$   Certified Mail Restricted Delivery \$   Adult Signature Required \$   Adult Signature Restricted Delivery \$   Postage | Postmark<br>Here  |
| 0770      | \$ Total Postage and Fees  |                   |
| 89 07     | \$ MRC Permian Compe<br>Suite 1500<br>5400 LBJ Freeway<br>Street and Apt. No., or PO Box N, Dallas, TX 75240   | any               |
| 7         | ,  |                   |



#### CASE NOS. 24618 & 24619

# STATUS OF CERTIFIED NOTICE

| INTEREST OWNER  | MAILING DATE | RECEIPT DATE | CARD RETURNED |
|---|--------------|--------------|---------------|
| Devon Energy Production Company, L.P.                   | 7/3/24       | Unknown      | Yes           |
| OXY USA WTP<br>Limited Partnership, and<br>OXY USA Inc. | 7/3/24       | Unknown      | No            |
| MRC Permian Company                                     | 7/3/24       | 7/9/24       | Yes           |
| Earthstone Operating,<br>LLC<br>Earthstone Permian, LLC | 7/3/24       | Unknown      | No            |
| Finley Resources  | 7/3/24       | 7/9/24       | Yes           |
| Maverick Oil & Gas Corp.                                | 7/3/24       | Unknown      | Yes           |

EXHIBIT  $4 \cdot \beta$ 

### Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated July 10, 2024 and ending with the issue dated July 10, 2024.

Publisher

Sworn and subscribed to before me this 10th day of July 2024.

Business Manager

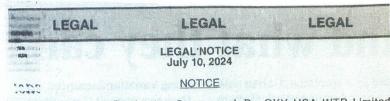
My commission expires

January 29, 2027

Seal)

NOTARY PUBLIC
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.



To: Devon Energy Production Company, L.P., OXY USA WTP Limited Partnership, OXY USA Inc., MRC Permian Company, Finley Resources, and Maverick Oil & Gas Corporation, or your heirs, devisees, successors, or assigns: Mewbourne Oil Company has filed the following applications with the New Mexico Oil Conservation Division seeking orders pooling the following horizontal spacing units:

(a) Case No. 24618: Mewbourne Oil Company seeks an order pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 18 and the W/2E/2 of Section 7, Township 21 South, Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 8H, with a first take point in the SW/4SE/4 of Section 18 and a last-take point in the NW/4NE/4 of Section 7.

(b) Gase No. 24619: Mewbourne Oil Company seeks an order pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 18 and the E/2E/2 of Section 7, Township 21 South; Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 9H, with a first take point in the SE/4SE/4 of Section 18 and a last take point in the NE/4NE/4 of Section 7.

Also to be considered will be the cost of drilling, completing, testing, and equipping 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, testing, and equipping the wells.

These matters are scheduled for hearing at 8:30 a.m. on Thursday, July 25, 2024: The hearing may be attended (a) in person in Pecos Hall of the Wendell Chind Building, 1st Floor, 1220 South St. Francis Drive, Santa Fe New Mexico 87505, or (b) via the WebEx virtual meeting platform. 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 Freya Tschantz at <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>, or contact Freya Tschantz at <a href="https://www.emnrd.nm.gov">https://www.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="https://creativecomm.gov.nm.gov">ocd.hearings@emnrd.nm.gov.nm.go

**EXHIBIT** 

01101711

00292088

JAMES BRUCE JAMES BRUCE, ATTORNEY AT LAW P.O. BOX 1056 SANTA FE, NM 87504

#### BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

Case No. 246/9

#### **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 E/2E/2 of Section 18 and the E/2E/2 of Section 7, Township 21 South, Range 35 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the E/2E/2 of Section 18 and the E/2E/2 of Section 7 (containing 320 acres), and has the right to drill a well thereon.
- 2. Applicant proposes to drill the North Wilson Deep Unit Well No. 9H to a depth sufficient to test the Bone Spring formation, with a first take point in the SE/4SE/4 of Section 18 and a last take point in the NE/4NE/4 of Section 7.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the E/2E/2 of Section 18 and the E/2E/2 of Section 7 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 E/2E/2 of Section 18 and the E/2E/2 of Section 7, pursuant to NMSA 1978 §70-2-17.

EXHIBIT (

5. The pooling of all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 18 and the E/2E/2 of Section 7 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 (Wilson; Bone Spring, North/Pool Code 97704) underlying the E/2E/2 of Section 18 and the E/2E/2 of Section 7;
- 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, Lea 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 E/2E/2 of Section 18 and the E/2E/2 of Section 7, Township 21 South, Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 9H, with a first take point in the SE/4SE/4 of Section 18 and a last take point in the NE/4NE/4 of Section 7. 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 8-1/2 miles west-southwest of Oil Center, New Mexico.