		PTEW	
, DATE I	N. 577571 SUSPENSE	ENGINEER RE LOGGED IN 5,75,11 TYPE CTB APP NO 111454	6203
·		ABOVE THIS LINE FOR DIVISION USE ONLY	
<u></u>	Ņ	EW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau - 1220 South St. Francis Drive, Santa Fe, NM 87505 Red Tells 30 - 02	0WNC 14744 21 FedCom#44 5-40157
	A	DMINISTRATIVE APPLICATION CHECKLIST	
-	THIS CHECKLIST IS MAN	NDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULAT WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	IONS
Appli	ication Acronyms:		
	[DHC-Downh [PC-Pool [Y	lard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] hole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] I Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] ied Enhanced Oil Recovery Certification] [PPR-Positive Production Response]	
[1]		PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD	pa, Fed
		One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM	
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR	
	[D]	Other: Specify	
[2]	NOTIFICATIC	DN REQUIRED TO: - Check Those Which Apply, or 🖵 Does Not Apply	•
[2]		X Working, Royalty or Overriding Royalty Interest Owners	
	[B]	Offset Operators, Leaseholders or Surface Owner	
	[C]	Application is One Which Requires Published Legal Notice	
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	
	[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,	
	[F]	Waivers are Attached	

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

SR Production Engineer 04/11/11 Signature Title Date

rterrell@mewbourne.com e-mail Address

٠,

Robin Terrell Print or Type Name

4

MEWBOURNE OIL COMPANY PO BOX 5270 HOBBS, NM 88240 575-393-5905 FAX 575-397-6252

000 RECEIVED OCD 2011 MAY 25 A 9:52

April 15, 2011

Engineering Bureau New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Bureau Of Land Management Attn: Duncan Whitlock 620 E Green Street Carlsbad, NM 88220

RE: Surface Commingle of Federal Leases

To: Whom It May Concern

Mewbourne Oil Co is requesting permission to surface commingle the following wells. Red Hills West "21" Fed Com # 1H located at 330' FNL & 950' FEL, Sec 21, R26S, T32E, Lea Co. (API # 30-025-) with our existing tank battery on our Red Hills West "22" Fed Com # 1H (API # 30-025-39901) located at 380' FNL & 380' FWL, Sec 22, R26S, T32E, Leo Co.

These wells will have different overriding royalty and working interest but the same federal lease numbers

Please find the following enclosed:

Sundry Notice of intent Copy of Form C107B submitted to NMOCD Site diagram of production facility with pictures Spreadsheet showing leases production & fluid characteristics Explanation of testing procedure Explanation of why commingle is needed (economics & footprint) Form C-102 for leases Map showing entire section and corresponding leases Administrative Application Checklist Letter Head statement on how com will not lower value of reserves Letter Head Statement on how all parties have been notified List of all involved parties Copy of letter that was sent certified mail to all involved parties informing them of proposed surface commingle.

Mewbourne Oil Company would appreciate this commingle request being processed as soon as possible. If you need further information, please call me at (575) 390-4816.

Thank you,

Robin Terrell SR Production Engineer

Form 3160-5 (September 2001) SUNDF Do not use th abandoned w	FORM APPROVED OMB No. 1004-0135 Expires: January 31, 2004 5. Lease Serial No. NM-27507 6. If Indian, Allottee or Tribe Name					
1. Type of Well	RIPLICATE - Other Instruc	ctions on reverse	side		or CA/Agreement, Name and/or No.	
2. Name of Operator	Other			8. Well Name and No.		
•	744			Red Hills West 21 Fed Com #1H 9. API Well No.		
3a. Address	· · · · · · · · · · · · · · · · · · ·	3b. Phone No. (include	area code)			
PO Box 5270 Hobbs, NM 88	8241	575-393-5905		10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec.				Wildcat Bone Springs		
				11. County	or Parish, State	
330' FNL & 950' FEL, Sec 21-	·126S-R32E Unit Letter A			Lea Cour		
			E OF NOTICE B			
	PROPRIATE BOX(ES) TO		PE OF ACTION	EPORT, O	R OTHER DATA	
TYPE OF SUBMISSION						
	Acidize	Deepen	Production (Start	/Resume)	Water Shut-Off	
Notice of Intent	Alter Casing	Fracture Treat	Reclamation	ŗ	Well Integrity	
Subsequent Report	Casing Repair	New Construction	Recomplete		Other Surface Commingle	
	Change Plans	Plug and Abandon	Temporarily Aba	andon	production	
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal			

3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Mewbourne requests permission to surface commingle production from the above captioned well into our existing tank battery on our Red Hills West 22 Fed Com #1H (API 30-025-39901). Consider with following attachments.

 14. 1 hereby certify that the foregoing is true and correct Name (<i>PrintedlTyped</i>) 		<u>, , , , , , , , , , , , , , , , , , , </u>		· ·
Jackie Lathan	Title	Hobbs Regulatory		
Signature Jackie Lathan?	Date	04/14/11		
THIS SPACE FOR FEDERA	AL OR	STATE OFFICE USE	and the	
Approved by (Signature)		Name (Printed/Typed)	Title	
Conditions of approval, if any, are attached. Approval of this notice does not war certify that the applicant holds legal or equitable title to those rights in the subjec which would entitle the applicant to conduct operations thereon.	rant or t lease	Office		Date
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for a States any false, fictitious or fraudulent statements or representations as to any matter of the statement o	ny pers within i	on knowingly and willfully to make to an ts jurisdiction.	ny departi	ment or agency of the United

(Continued on next page)

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240		of New Mexico I Natural Resources De	enartment	Revised	Form C-107-B I June 10, 2003					
District II	Energy, Minerals and	i Natural Resources De	epartment							
301 W Grand Ave, Artesia, NM 88210 District III OIL CONSERVATION DIVISION Submit										
1000 R10 Brazos Road, Aztec, NM 87410 District IV	Rio Brazos Road, Aztec, NM 87410									
1220 S St Francis Dr, Santa Fe, NM 87505	office with one appropriate Dis									
APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)										
			(DIVERSE	OWNERSIIII)						
OPERATOR NAME: Mewbourne Oil Company OPERATOR ADDRESS: PO Box 5270, Hobbs, NM 88241										
APPLICATION TYPE:										
🗖 Pool Commingling 🛛 Lease Commingli	ing Pool and Lease Co	ommingling Doff-Leas	e Storage and Measu	rement (Only if not Surfa	ce Commingled)					
LEASE TYPE: 🗌 Fee 🔲 Stat	te 🛛 Federal									
Is this an Amendment to existing Order? Have the Bureau of Land Management (BLM Fee surface & minerals] Yes 🔀 No If "Yes", A) and State Land office (please include the approp SLO) been notified in wr	priate Order No	ed commingling	Yes 🗌 No					
	(A) POO	L COMMINGLIN	ſG							
	Please attach sheets	s with the following in	nformation							
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes					
	······									
	··· = ··=									
 (2) Are any wells producing at top allowal (3) Has all interest owners been notified b (4) Measurement type: <a>Metering (5) Will commingling decrease the value of 	y certified mail of the pro		Yes No.	ng should be approved						
		E COMMINGLIN								
		with the following in	nformation							
 Pool Name and Code. Wildcat Bone 3 Is all production from same source of s 		lo								
(3) Has all interest owners been notified by			🛛 Yes 🗌 No)						
(4) Measurement type 🛛 Metering	Other (Specify)									
	()	LEASE COMMIN with the following in								
(1) Complete Sections A and E			-							
([) OFF-LEASE ST	ORAGE and MEA	SUREMENT							
· · · · · · · · · · · · · · · · · · ·	Please attached shee		information							
 Is all production from same source of s Include proof of notice to all interest or)		<u></u>						
	DITIONAL INFO	RMATION (for all	application ty	(nes)						
		with the following in		pes)						
(1) A schematic diagram of facility, includ	ling legal location.									
	(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.									
I hereby certify that the information abgve is	true and complete to the	best of my knowledge an	d belief.							
SIGNATURE:	-	TLE:SR Production Er		DATE:04/11	1/11					
TYPE OR PRINT NAME Robin Terrell TELEPHONE NO575-393-5905										

E-MAIL ADDRESS: __rterrell@mewbourne.com____

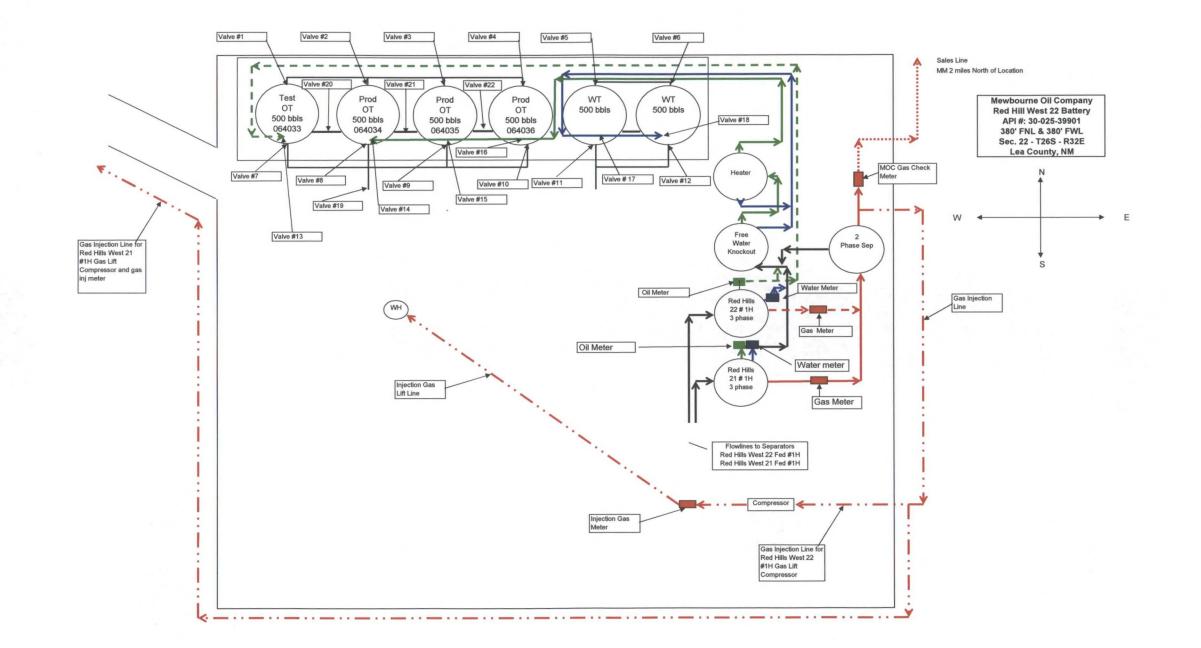
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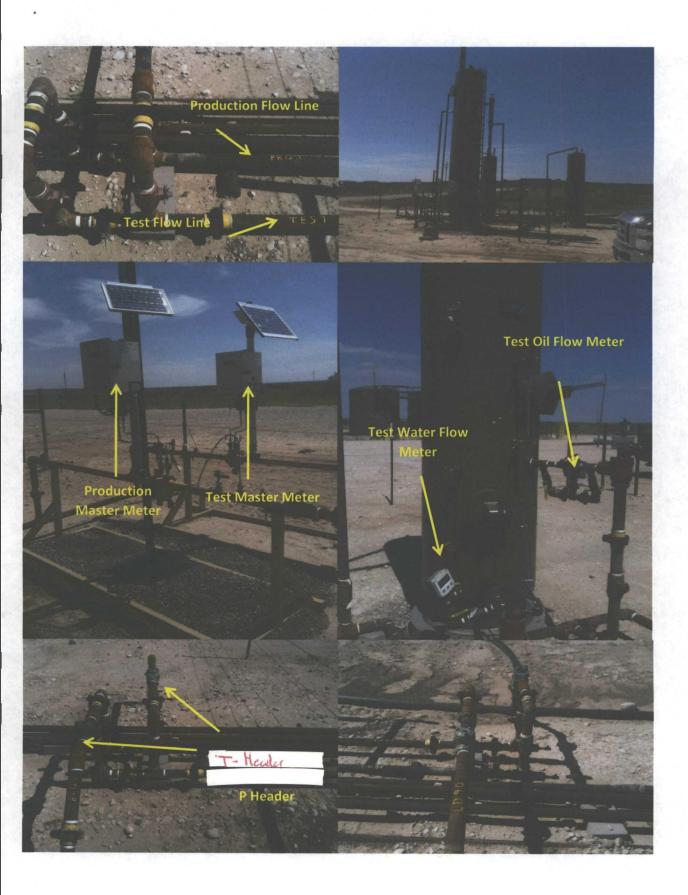
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Well Name	API #	Location	Formation	BOPD	BWPD	MCFPD	Oil gravity	BTU _
Red Hills West "22" Fed Com # 1H	30-025-3880	NWNW 22-26S-32E	Bone Springs	300	300	1100	48.1	1145
Red Hills West "21" Fed Com # 1H	30-025-	NENE 21-26S-32E	Bone Springs	Not Drilled	yet will get	info to BLM	after comp	letion

·

MEWBOURNE OIL COMPANY Metering Procedure

Each well will have its own 3 phase separator. Since each well will have its own 3 phase separator all wells will be metered separately daily.

The 3 phase separator will be equipped with meters on all 3 phases. The gas phase will have a Total Flow EFM 6213. The water phase will have a turbine meter. The oil phase will have a turbine meter. The oil meter will be checked monthly to ensure turbine meter accuracy. The process by which the oil meter will be checked is by proving it to an isolated tank and calibrating it to that test.

The allocation process would be the same as if the wells were on well test. The only difference is all wells or leases in the common battery would have well test everyday. At the end of month each well would be allocated a percentage of battery oil, water, and gas based on its individual metered numbers.

Mewbourne Oil Company PO Box 5270 Hobbs, NM 88240 (505) 393-5905

April 15, 2011 Bureau Of Land Management Attn: Duncan Whitlock 620 East Green Street Carlsbad, NM 88220

RE: Explanation for requesting surface commingle

Duncan

Mewbourne Oil Company has requested permission to surface commingle production from out Red Hills West "21" Fed Com # 1H well (API unknown yet) with our Red Hills West "22" Fed Com # 1H well (API # 30-025-39901). The proposal to surface commingle these wells and hopefully in the future others in this area comes from economics and footprint. MOC has built a large tank battery on the Red Hills West 22 Fed Com # 1H well. This battery had constructed cost of \$325,000. These wells have high initial production rates that require large, high pressure, and expensive equipment that is only needed in the first 1-3 months of the well. It makes great economic sense to build the large battery to accommodate future wells. Another reason for surface commingling is the footprint of large batteries and facilities. If MOC were granted permission to surface commingle wells it would allow for pads on wells going to a common battery to reclaimed further.

Any questions on this matter I may be reached at (575) 390-4816 cell, (575) 393-5905 office, <u>rterrell@mewbounre.com</u> email.

Thank you,

Robin Terrell Mewbourne Oil Co Sr. Production Engineer

DISTRICT I 1625 N. French Dr., Hobbs, NM 68240 DISTRICT II 1301 V. Grand Avenue, Artenia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 67410

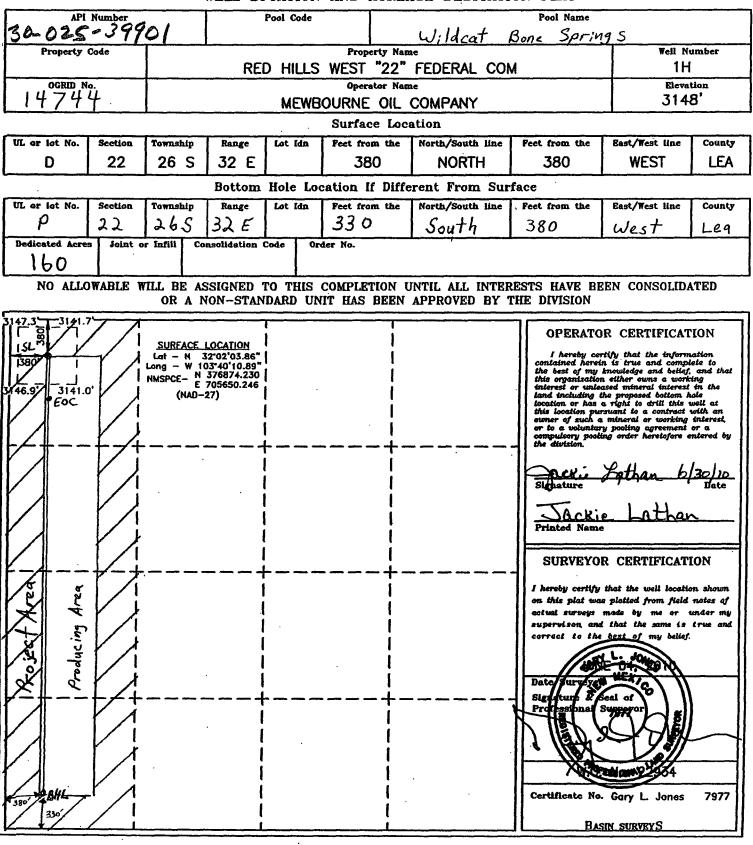
DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy, Minerals and Natural Resources Department Form C-102 Revised October 15, 2009

Submit one copy to appropriate District Office

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

G AMENDED REPORT



DISTRICT I 1625 N. French Dr., Hobbs, NM 86240

DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy, Minerals and Natural Resources Department

Submit one copy to appropriate District Office

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

□ AMENDED REPORT

API 1		Pool Code				Pool Name			
Property C	Property Code Property Name RED HILLS WEST "21" FEDERAL COM							Well Nr 2H	
ogrid No 14744	OGRID No. Operator Name 14744 MEWBOURNE OIL COMPANY							Eleva 316	
	and the second	16. C.			Surface Loc	ation			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
А	21	26 S	32 E		330	NORTH	EAST	LEA	
			Bottom	Hole Lo	cation If Diff	erent From Sur	face		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres			nsolidation		rder No.	UNTIL ALL INTER	RESTS HAVE BE	EEN CONSOLID	ATED
NO ALLO	TADLE					APPROVED BY '		LEN CONSOLIDI	
	 			Lat – N Long – W NMSPCE–	E LOCATION 32°02'04.33" • 103°40'26.34" • 10		I hereby ce contained hereit the best of my this organizatio interest or unle land including location or has this location pr owner of such or to a volunta	DR CERTIFICAT rtify that the inform in is true and comp knowledge and belief neither owns a work sased mineral interest the proposed bottom a right to drill this struant to a contract a mineral or working ry pooling agreement ling order heretofore	nation lete to , and that ting t in the hole well at with an interest, or a
			1				Printed Nam Email Addres		
	+			 +	<mark>+</mark>		-	DR CERTIFICAT	
				 			on this plat w actual surveys supervison ar correct to th	Sufference	i notes of under my true and
								io. Gary L. Jones	7977 23879

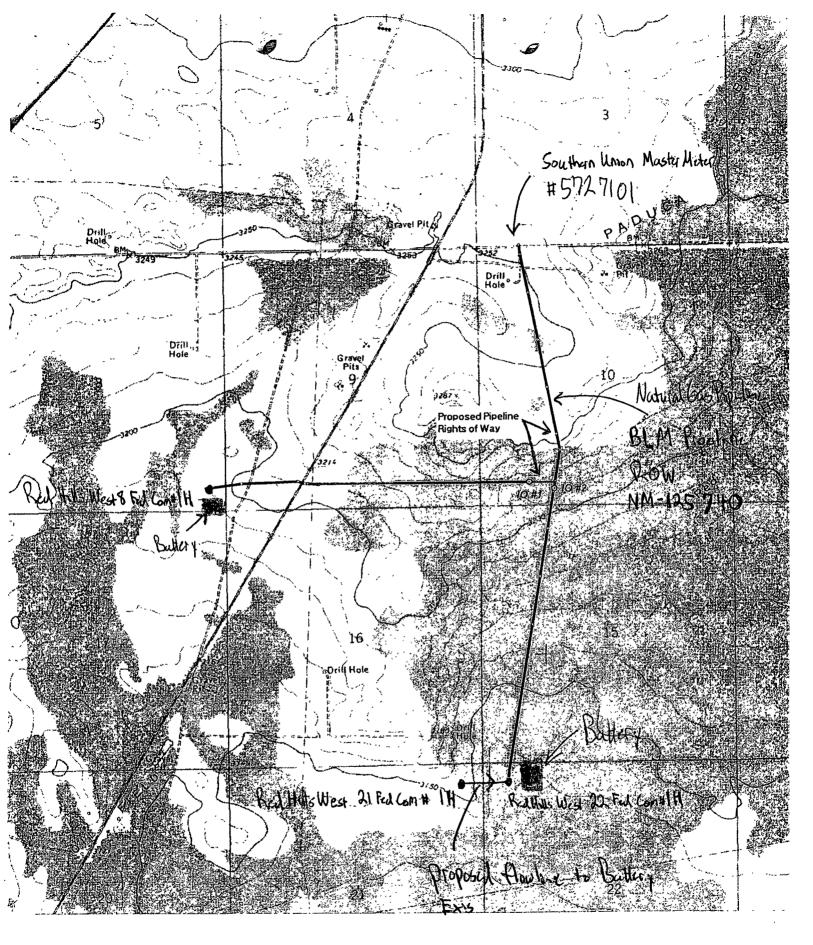


Figure 1: Survey Area Mewbourne Oil Company Red Hills West "8" Federal COM Number 1H and Red Hills West "22" Federal Number 1H Proposed Pipeline Rights of Way, Sections 3, 8, 9, 10, 15 and 22, T.26S, R.32E USGS Paduca Breaks, NM, TX (1973) 7.5 topo map Lea County, New Mexico Scale 1:24,000

Southern New Mexico Archaeological Services, Inc.

All Section 21, T26S, R32E 640 acres		All Section 22, T26S, R32E 640 acres		
	Q ^{SL}	SL.	One Battery	
ŴĨ/anở RI Common			WI and RI Common	
Wildcut Bone Spinss 97838	I Red Wills West "21", Fed COM (1-H	Red Hills West "22" Fed COM 1-H	Wildert Bone Springs 97838	
Federal Lands NM-27507 320 acres	160, acre unit Ē/2Ē/2 I	160 acres,unit W/2W/2 I I	Federal Lands NM-105562 320 acres	
ŴI & RI Common			William Bon Spings 97838	
Fee Lands 40 acres		2 C	WI and RI Common	
Wi and RI Common Will (24 Bon Gpross 97 839 Federal Lands NM-107393 280 acres	6.BL	€ βL	Federal Lands NM-27507 320 acres	

Surface Commingling Application Red Hills West "21" Fed COM #1-H (E/2E/2 Section 21) & Red Hills West "22" Fed COM #1-H (W/2W/2 Section 22)

2

Mewbourne Oil Company PO Box 5270 Hobbs, NM 88240 (505) 393-5905

April 15, 2011 Bureau Of Land Management Attn: Duncan Whitlock 620 East Green Street Carlsbad, NM 88220

RE: Statement describing how surface commingle will not reduce value or royalty.

Duncan

243

Mewbourne Oil Company has requested permission to surface commingle production from out Red Hills West "21" Fed Com # 1H/well (API unknown yet) with our Red Hills West "22" Fed Com # 1H well (API # 30-025-39901). This will not reduce the value of reserves or interest to any parties involved. Both wells will be producing from the same source of supply so oil and gas gravities will be very similar. These wells are producing 160 acres each. Wells are both N/S horizontals in the Wildcat Bone Spring Pool.

Any questions on this matter I may be reached at (575) 390-4816 cell, (575) 393-5905 office, <u>rterrell@mewbounre.com</u> email.

Thank you,

Robin Terrell Mewbourne Oil Co Sr. Production Engineer

Mewbourne Oil Company PO Box 5270 Hobbs, NM 88240 (505) 393-5905

April 15, 2011 Bureau Of Land Management Attn: Duncan Whitlock 620 East Green Street Carlsbad, NM 88220

RE: Informed all parties statement

Duncan

Mewbourne Oil Company has requested permission to surface commingle production from out Red Hills West "21" Fed Com # 1H well (API unknown yet) with our Red Hills West "22" Fed Com # 1H well (API # 30-025-39901). MOC has sent certified letters just like the one Carlsbad BLM received notifying them of MOC's proposal to surface commingle these wells. I have attached the contact list and a copy of these letters.

Any questions on this matter I may be reached at (575) 390-4816 cell, (575) 393-5905 office, <u>rterrell@mewbounre.com</u> email.

Thank you,

Robin Terrell Mewbourne Oil Co Sr. Production Engineer Parties To Be Noticed For Commingling Applilcation Red Hills West "21" Fed COM #1-H & Red Hills West "22" Fed COM #1-H

Working Interest Owners

Great Western Drilling Ltd. Attn: Mr. Carter Muire P.O. Box 1659 Midland, Texas 79702

Manzano Energy Partners L.L.C. P.O. Box 2107. Roswell, New Mexico 88202 Attn: Mr. Ken Barbe, Jr.

PetroVen, Inc. 5930 West Parker Road, Suite 800 Plano, Texas 75093 Attn: Mr. David Cherry

RSC Resources, L.P. 6824 Island Drive Midland, Texas 79707 Attn: Mr. Randy Cate Kaiser-Francis Anadarko, L.L.C. P. O. Box 21468 Tulsa, Oklahoma 74121-1468 Attn: Mr. Wayne A Fields

McCombs Energy, Etd. 5599 San Felipe, Suite 1200 Houston, Texas, 77056 Attn: Mr. Ricky Haikin

Tamaroa Development, LLC P.O. Box 866937 Plano, Texas 75086 Attn: Mr. Bill Bahlburg

Lease Royalty Owners

Bureau of Land Management Carlsbad Field Office 620 E. Greene Street Carlsbad, NM 88220-6292 Attn: Mr. Wesley W. Ingram

Overriding Royalty Interest Owners

ConocoPhillips Company Attn: Mr. Tom J. Scarbrough 600 N. Dairy Ashford Street 3WL-14066 Houston, Texas 7/7079-1100

Hopp & Davis, Ltd. 2702 58th St. Lubbock, TX 79413

The Blanco Company 110 2nd Street SW, Suite 612 Albuquerque, New Mexico 87102 WHID, Inc. P.O. Box 6675 Lubbock, TX: 79493 Attn: Mrs. Leota Davis

Peregrine Production, LLC., P.,O. Box 1844 Midland, Texas 79702 Attn:: Mr. Kirk E. Smith

Mewbourne Oil Company

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No: 0147

Great Western Drilling Ltd. Attn: Mr. Carter Muire P.O. Box 1659 Midland, Texas 79702

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNE OIL COMPANY

Steven J. Smith Senior Landman

500 W. TEXÁS; SUITE 1020 MIDLAND, TEXAS 79701

> (432):682-3715 FAX (432):685-4170

April 7, 2011

Certified Mail-Return Receipt No:0161

Kaiser-Francis Anadarko, L.L.C. P. O. Box 21468 Tulsa, Oklahoma 74121-1468 Attn: Mr. Wayne A. Fields

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Dear Mr. Cáte:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

(Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNE OIL COMPANY

Mewbourne Oil Company

500 W. TEXAS, ŠŬITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0178

Manzano Energy Partners L.L.C. P. O. Box 2107 Roswell, New Mexico 88202 Attn: Mr. Ken Barbe; Jr.

Re: Application for Surface Commingling Red Hills West: "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-È Red Hills West: "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-È Lea County, New Mexico Red Hills West Prospect

Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T=26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via émail at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNE OIL COMPANY

Steven J. Smith. Senior Landman

500 W. TEXAS, SUITE: 1020 MIDLAND, TEXAS 79701.

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No. 0185

McCombs Energy, Ltd. 5599 San Felipe, Suite 1200 Houston, Texas: 77056 Attn: Mr. Ricky Haikin

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Gentlemén:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 of via email at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNÉ OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0208

PetroVen, Inc. 5930 West Parker Road, Suite 800 Plano, Texas 75093 Attn: Mr. David Chërry

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNE OIL COMPANY

Steven J. Smith

Sénior Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0239

WHID, Inc. P.O. Box 6675 Lubbock, TX 79493 Attn: Mrs. Leota Davis

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E, Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect:

Ladies and Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at ssmith@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0123

Bureau of Land Management Carlsbad Field Office 620 E. Greene Street Carlsbad, NM 88220-6292 Attn: Mr. Wesley W. Ingram

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H: well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at ssmith@mewbourne.com.

Sincerely;

MEWBOURNE OIL COMPANY

Steven J. Smith

Senior Landman

Mewbourne Oil Company

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0130

ConocoPhillips Company Atth: Mr. Tom J. Scarbrough 600 N. Dairy Ashford Street 3WL-14066 Houston, Texas 77079-1100

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNE OIL COMPANY

muniterite de com Steven J. Smith

Mewbourne Oil Company

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No. 0116

The Blanco Company 110^{2nd} Street SW, Suite 612 Albuquerque, Néw Mexico 87102

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Gentelmen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432).682-37.15 or via email at ssmith@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY Steven J. Smith

Senior Landman

500 W. TEXAS, SUTTE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No:0154

Hopp & Davis, Ltd. 2702 58th St. Lubbock, TX 79413

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Ladies and Gentlemen:

Mewbourne Qil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel: free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432)-682-3715 or via email at ssmith@mewbourne.com:

Sincerely,

MEWBOURNE OIL COMPANY ALA Steven J. Smith

Senior Landman

500 W. TEXÁS, SÚITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0192

Peregrine Production, LLC. P. O. Box 1844 Midland, Texas 79702 Attn: Mr. Kirk E. Smith

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Dear Mr. Smith:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

If you object to this application, you must notify the NMOCD in writing no later than 20 days from the date the NMOCD receives Mewbourne's surface commingling application.

Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at <u>ssmith@mewbourne.com</u>.

Sincerely,

MEWBOURNE OIL COMPANY

Steven J. Smith Senior Landman

Mewbourne Oil Company

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No. 0215

RSC Resources, L.P. 6824 Island Drive Midland, Texas 79707 Attn: Mr. Randy Cate

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R-32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22, T-26-S, R-32-E Lea County, New Mexico Red Hills West Prospect

Dear Mr. Cate:

Mewbourne Gil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T-26-S, R-32-E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T-26-S, R-32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new three phase/separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

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Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at ssmith@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

> > April 7, 2011

Certified Mail-Return Receipt No.0222

Tamaroa Development, LLC P.O. Box 866937 Plano, Texas 75086 Attn: Mr. Bill Bahlburg

Re: Application for Surface Commingling Red Hills West "21" Fed COM #1-H Well E/2E/2 Section 21, T-26-S, R=32-E Red Hills West "22" Fed COM #1-H Well W/2W/2 Section 22; T-26-S, R=32-E Lea County, New Mexico Red Hills West Prospect

Gentlemen:

Mewbourne Oil Company (Mewbourne) is preparing to file an application with the New Mexico Oil Conservation Division (NMOCD) seeking authorization to surface commingle production from the Red Hills West "21" Fed COM #1-H well located in the E/2E/2 of Section 21, T=26=S, R=32=E with production from the Red Hills West "22" Fed COM #1-H well located in the W/2W/2 of Section 22, T=26-S, R=32-E. All production from both wells will be run through and sold from the Red Hills West "22" Tank Battery located in the NW/4NW/4 of said Section 22. A new/three phase separation vessel will be installed at the Red Hills West "22" Tank Battery to facilitate accurate measurement and allocation of production to each well.

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Feel free to contact me if you have any questions or would like to discuss this in greater detail. I can be reached by phone at (432) 682-3715 or via email at ssmith@mewbourne.com

Sincerely,

MEWBOURNE OIL COMPANY