

DATE IN 6/30/16	SUBPENSE	ENGINEER LRL	LOGGED IN 7/1/16	NSL NSP	PLEL APP NO	1618338270
--------------------	----------	-----------------	---------------------	------------	----------------	------------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



NSL- 7443
NSP- 2048

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☒ NSP ☐ SD

Check One Only for [B] or [C]

[B] 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] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

[A] ☐ 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

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE 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.

James Bruce
Print or Type Name

James Bruce
Signature

Attorney
Title

6/30/16
Date

jamesbruce@aol.com
e-mail Address

MEWBOURNE OIL COMP. [#14744]
WELL: JESTER 19/30 W2DE FED
com NO. 7H

API#: 90-015-42831

POOL: Forehand Ranch
Wulfcamp, SW (Gas)

[# 76780]

2016 JUN 30 PM 1:41

RECEIVED OGD

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

June 30, 2016

Leonard Lowe
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Lowe:

Mewbourne Oil Company applies for approval of an unorthodox gas well location and a non-standard spacing unit (project area) for the following well:

<u>Well:</u>	Jester 19/30 W2DE Fed. Com. Well No. 1H
<u>Surface location:</u>	185 feet FNL & 660 feet FWL §19
<u>First take point:</u>	330 feet FNL & 660 feet FWL §19
<u>Last take point:</u>	2300 feet FNL & 627 feet FWL §30
<u>Bottom hole location:</u>	2300 feet FNL & 627 feet FWL §30
<u>Well unit (project area):</u>	W½ §19 & NW¼ §30, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico

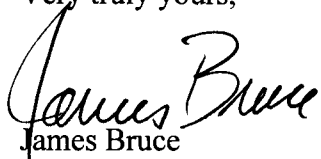
The well was drilled to a depth sufficient to test the Wolfcamp formation, which is spaced on 320 acres, with wells to be located no closer than 660 feet to a quarter section line. A Form C-102 is attached as Exhibit A.

The non-standard unit is requested in order to maximize wellbore length, and likewise the location is unorthodox in order to maximize the wellbore's productive interval (the Wolfcamp is tight). The well's location will allow a future infill well in the eastern part of the well unit.

Attached as Exhibit B is a Midland Map Co. land plat. The offset working interest owners or operators are set forth on Exhibit C. The notice letter to the offsets is attached as Exhibit D.

Please contact me if you need any further information on this application.

Very truly yours,


James Bruce

Attorney for Mewbourne Oil Company

NM OIL CONSERVATION
ARTESIA DISTRICT

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 JUL 23 2015
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

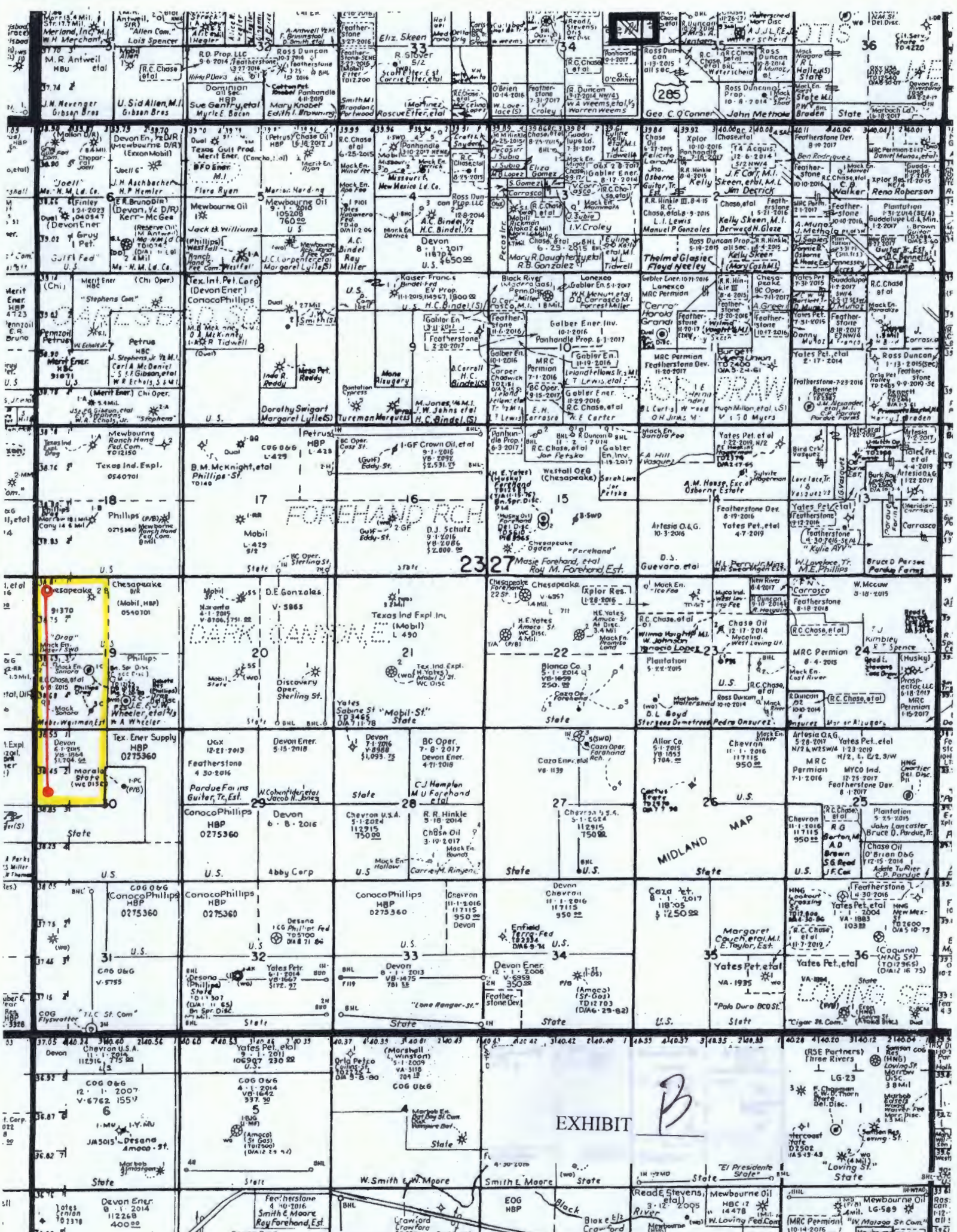
1 API Number 30-015-42831		2 Pool Code 72780		3 Pool Name Forehand Ranch Wolfcamp, SW (Gas)					
4 Property Code 314333		5 Property Name JESTER 19/30 W2 DE Fed Com # 1H						6 Well Number 1H	
7 GRID NO. 14744		8 Operator Name MEWBOURNE OIL COMPANY						9 Elevation 3218'	
10 Surface Location									
UL or lot no. D	Section 19	Township 23S	Range 27E	Lot Idn	Feet from the 185	North/South line NORTH	Feet From the 660	East/West line WEST	County EDDY
11 Bottom Hole Location If Different From Surface									
UL or lot no. E	Section 30	Township 23S	Range 27E	Lot Idn	Feet from the 2300'	North/South line North	Feet from the 625'	East/West line West	County Eddy
12 Dedicated Acres 480		13 Joint or Infill		14 Consolidation Code		15 Order No.			

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.

16 GEODETIC DATA NAD 27 GRID - NM EAST SURFACE LOCATION N 471707.2 E 530330.8 LAT: 32.29680160° N LONG: 104.23517280° W CORNER DATA NAD 27 GRID - NM EAST A: FND BRASS CAP "1943" N 461282.2 - E 529656.0 B: FND BRASS CAP "1943" N 463932.6 - E 529656.0 C: FND BRASS CAP 1943 N 466582.4 - E 529660.5 D: FND BRASS CAP 1943 N 469232.9 - E 529665.1 E: FND BRASS CAP 1943 N 471883.1 - E 529671.5 F: FND 1/2" RBR IN STONE MOUND N 471919.9 - E 532336.8 G: FND PK NAIL IN CL ROAD N 471956.1 - E 534962.0 H: FND PK NAL N 466678.3 - E 534996.8 I: CALCULATED CORNER N 461349.8 - E 534937.9		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unless mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. <i>Jackie Lathan</i> 7/16/15 Signature Date Jackie Lathan Printed Name E-mail Address	
18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. 5-27-14 Date of Survey Signature and Seal of Professional Surveyor <i>Robert M. Howett</i> 19680 NEW MEXICO 10680		19 DETAIL "A" SL: 185' FNL: 460' FNL PTP: 330' FNL: 460' FNL BHL: LTP: 2300' FNL: 627' FNL 3218.7' 600' 3215.3' 3219.3' 600' 3215.9'	

RRC - Firm No.: TX 10193838 NM 46554

EXHIBIT **A**



EXHIBIT

B

OFFSET LIST
Jester 19/30 WIDE Fed Com. 1H

- N $\frac{1}{2}$ §13: COG Operating LLC
- S $\frac{1}{2}$ §13: Mark Energy Corp.
- N $\frac{1}{2}$ + SE $\frac{1}{4}$ §18: Menbourn Oil Co.
- SW $\frac{1}{4}$ §18: ConocoPhillips Co.
- E $\frac{1}{2}$ §19: Menbourn Oil Co.
- NE $\frac{1}{4}$ §30: Menbourn Oil Co.
- W $\frac{1}{2}$ §30: Devon Energy Production Co., L.P.
 Menbourn Oil Co.
 ConocoPhillips Co.
 COG Oil + Gas, LP
- §25: Veron E. Faulconer, Inc.
- N $\frac{1}{2}$ §24: Bureau of Land Management
- S $\frac{1}{2}$ §24: Mark Energy Corp.

EXHIBIT C

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

June 30, 2016

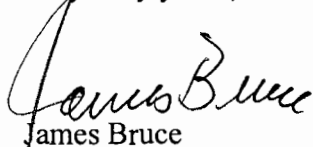
CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on attached list

Ladies and gentlemen:

Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox gas well location and non-standard unit in the Wolfcamp formation in the W/2 of Section 19 and NW/4 of Section 30, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. A copy of the application is enclosed. You are an offset operator or interest owner. If you object to the application, you must notify the Division in writing within 20 days from receipt of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,


James Bruce

Attorney for Mewbourne Oil Company

EXHIBIT D

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Thursday, August 11, 2016 8:02 AM
To: 'jerrys@mec.com'
Cc: Bayliss, Randolph, EMNRD; Sharp, Karen, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; 'lisa@rwbyram.com'; 'jglover@blm.gov'; 'scaffey@blm.gov'; 'rjsanche@blm.gov'; 'jstovall@blm.gov'
Subject: NSL-7443/NSP-2048_Jester 19 30 W2DE Federal Com Well No. 1H_APPROVED
Importance: High

Mr. James Bruce,

The following permit has been issued and will soon be available on the Division's web site:
<http://ocdimage.emnrd.state.nm.us/imaging/WellFileCriteria.aspx>

NSL-7443

NSP-2048

Mewbourne Oil Company

API No: 30-015-42831

WELL: Jester 19 30 W2DE Federal Com Well No. 1H, Eddy County

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: <http://www.emnrd.state.nm.us/ocd/>