

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


APPLICATION OF MEWBOURNE OIL COMPANY FOR A NON-STANDARD
SPACING AND PRORATION UNIT UNORTHODOX WELL LOCATION, AND
COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 14605

AFFIDAVIT

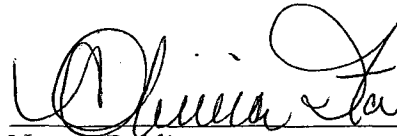
STATE OF NEW MEXICO)
)ss.
COUNTY OF SANTA FE)

William F. Carr, attorney in fact and authorized representative of Mewbourne Oil Company, the Applicant herein, states that notice of the above-referenced Application was mailed to the interested parties shown on Exhibit "A" attached hereto in accordance with Oil Conservation Division Rules, and that true and correct copies of the notice letter are attached hereto.



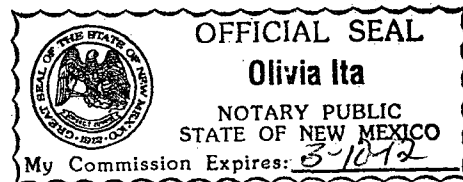
William F. Carr

SUBSCRIBED AND SWORN to before me this 30th day of March 2011 by
William F. Carr.



Notary Public

My Commission Expires: 3-10-12



Offset Ownership
Wyatt Draw 13 ML No. 1H Well
Section 13, T19S, R25E
Eddy County, New Mexico

SW/4 of Section 13:

Working Interest owners are as follows:
Mewbourne Oil Company

Yates Petroleum Corporation;
Myco Industries, Inc.; and
Abo Petroleum Corp.
105 South Fourth Street
Artesia, New Mexico 88210
Attn: Mr. Chuck Moran

Oxy Y-1
P.O. Box 4294
Houston, Texas 77210-4294
Attn: Permian Basin-Land Manager

**(The E/2SW/4 of Sec. 13 is the same ownership
as the spacing/proration unit.)*

S/2NW/4 of Section 13:

Working Interest owners are as follows:
Yates Petroleum Corporation

COG Operating, LLC
2208 W. Main Street
Artesia, NM 88210
Attn: Mr. Dean Chumbley

W/2NW/4 of Section 24:

Operator is as follows:
Nearburg Exploration Company, LLC
3300 North "A" Street, Bldg. 2, Ste. 120
Midland, Texas 79705
Attn: Mr. Ken Dixon

NE/4 of Section 23:

Working Interest owners are as follows:
Nearburg Exploration Company, LLC

Marshall & Winston, Inc.
P.O. Box 50880
Midland, Texas 79710
Attn: Kevin Hammit

E/2 of Section 14:

Working Interest owners are:
Yates Petroleum Corporation

Featherstone Development Corp
P.O. Box 429
Roswell, NM 88202



March 9, 2011

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO AFFECTED INTEREST OWNERS:

Re: Application of Mewbourne Oil Company for a non-standard spacing and proration unit, unorthodox well location, and compulsory pooling, Eddy County, New Mexico.

Ladies and Gentlemen:

This letter is to advise you that Mewbourne Oil Company has filed the enclosed application with the New Mexico Oil Conservation Division seeking an order creating a non-standard spacing unit comprised of the W/2 SW/4 of Section 13, Township 19 South, Range 25 East, NMPM; and pooling all mineral interests in the Yeso formation, North Seven Rivers-Glorieta-Yeso Pool, in this non-standard spacing and proration unit which spacing unit will be the project area for its proposed Wyatt Draw "13" ML No. 1H Well to be horizontally drilled from a surface location 250 feet from the North line and 350 feet from the West line of Section 24 and then in a northerly direction in the Yeso formation, to a bottom hole terminus at a location 2310 feet from the South line and 350 feet from the West line of Section 13, all in Township 19 South, Range 25 East. This well will penetrate the Yeso formation at an unorthodox location 250 feet from the North line and 350 feet from the West line of Section 24, however, the producing interval in the wellbore is within the well's "producing area."

This application has been set for hearing before a Division Examiner at 8:15 AM on March 31, 2011. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office, four days in advance of a scheduled hearing, but at least on the Thursday preceding the hearing. This statement must include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr".

William F. Carr

cc: Mr. Corey Mitchell
Landman
Mewbourne Oil Company

Holland & Hart^{LLP}

Phone [505] 988-4421 Fax [505] 983-6043 www.hollandhart.com

110 North Guadalupe Suite 1 Santa Fe, NM 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208

Denver Aspen Boulder Colorado Springs Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Salt Lake City Santa Fe Washington, D.C. ☎

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Yates Petroleum Corporation
 Myco Industries; Abo Petroleum
 105 South Fourth Street
 Artesia, New Mexico 88210
 Attn: Mr. Chuck Moran

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- 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:
 Yates Petroleum Corporation
 Myco Industries; Abo Petroleum
 105 South Fourth Street
 Artesia, New Mexico 88210
 Attn: Mr. Chuck Moran

2. Article Number (Transfer from service label) 7006 2760 0001 6380 0969

RECIPIENT: COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee
 X *D. Carrera*

B. Received by (Printed Name) *D. Carrera*

C. Date of Delivery 3-11-11

D. Is delivery address different from item 1? Yes No
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Oxy Y-1
 Post Office Box 4294
 Houston, Texas 77210-4294
 Attn: Permian Basin Land Mgr.

SENDER: COMPLETE THIS SECTION

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1. Article Addressed to:
 Oxy Y-1
 Post Office Box 4294
 Houston, Texas 77210-4294
 Attn: Permian Basin Land Mgr.

2. Article Number (Transfer from service label) 7006 2760 0001 6380 0976

RECIPIENT: COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee
Jamie Forlines

B. Received by (Printed Name) *Jamie Forlines*

C. Date of Delivery 3-11-11

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
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4. Restricted Delivery? (Extra Fee) Yes

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 Restricted Delivery Fee (Endorsement Required) 5.54
 Total Postage & Fees \$ 11.08

COG Operating, LLC
 2208 W. Main Street
 Artesia, New Mexico 88210
 Attn: Mr. Dean Chumbley

SENDER: COMPLETE THIS SECTION

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- 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:
 COG Operating, LLC
 2208 W. Main Street
 Artesia, New Mexico 88210
 Attn: Mr. Dean Chumbley

2. Article Number (Transfer from service label) 7006 2760 0001 6380 0983

RECIPIENT: COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee
Jamie Forlines

B. Received by (Printed Name) *Jamie Forlines*

C. Date of Delivery 3-11-11

D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

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| Return Receipt Fee (Endorsement Required) | 2.30 |
| Restricted Delivery Fee (Endorsement Required) | |
| Total Postage & Fees | \$ 5.54 |

Nearburg Exploration Compa
3300 North "A" Street
Bldg. 2, Ste. 120
Midland, Texas 79705
Attn: Mr. Ken Dixon

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- 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:
Nearburg Exploration Company
3300 North "A" Street
Bldg. 2, Ste. 120
Midland, Texas 79705
Attn: Mr. Ken Dixon

2. Article Number
7006 2760 0001 6380 0990

SECTION ON DELIVERY

A. Signature Agent Addressee
[Signature]

B. Received by (Printed Name) *Jason Seiford* C. Date of Delivery *3/10/11*

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
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 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

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Marshall & Winston, Inc.
Post Office Box 50880
Midland, Texas 79710
Attn: Kevin Hammit

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- 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:
Marshall & Winston, Inc.
Post Office Box 50880
Midland, Texas 79710
Attn: Kevin Hammit

2. Article Number
(Transfer from service label)
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SECTION ON DELIVERY

A. Signature Agent Addressee
[Signature]

B. Received by (Printed Name) *Jason Phupras* C. Date of Delivery *3-14-11*

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

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| Return Receipt Fee (Endorsement Required) | 2.30 |
| Restricted Delivery Fee (Endorsement Required) | |
| Total Postage & Fees | \$ 5.5 |

Featherstone Development
Post Office Box 429
Roswell, New Mexico 88

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- 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:
Featherstone Development Corp.
Post Office Box 429
Roswell, New Mexico 88202

2. Article Number
(Transfer from service label)
7006 2760 0001 6380 1010

SECTION ON DELIVERY

A. Signature Agent Addressee
[Signature]

B. Received by (Printed Name) *Tacey W. [unclear]* C. Date of Delivery *3/10/2011*

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes