

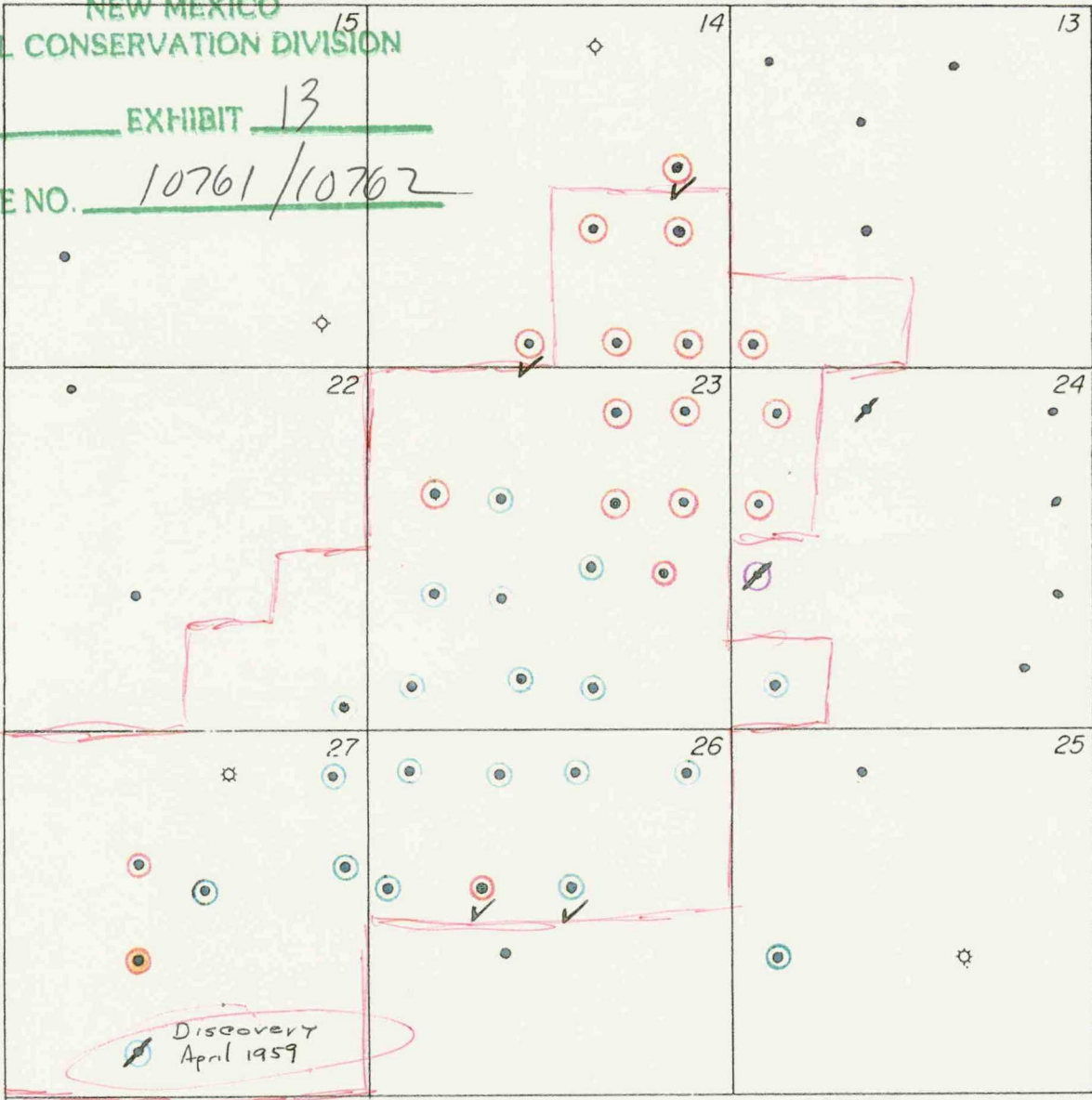
R 32 E

NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 13

CASE NO. 10761/10762

T  
18  
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Lea Co., New Mexico

34

Scale 1" = 2000'

TARGET SAND  
COMPLETION TIMES

- 1/55-1/60
- '60-'65
- '65-'70
- '70-'75
- '75-'80
- '80-'85
- 1/85-7/87
- 7/87-1/90
- 1/90-Present

**MOC** MEWBOURNE OIL COMPANY  
MEXICO AND TEXAS DISTRICT

QUERRECHO PLAINS  
WELLS WHICH PENETRATE THE  
BONE SPRING

✓ = 1<sup>st</sup> Bone Spring Abandoned

**MEWBOURNE OIL CO.**  
 Multiphase Curve Analysis  
 Rate vs Time  
 (c) 1991, 1989 Dwight's, A SoftSearch Co.

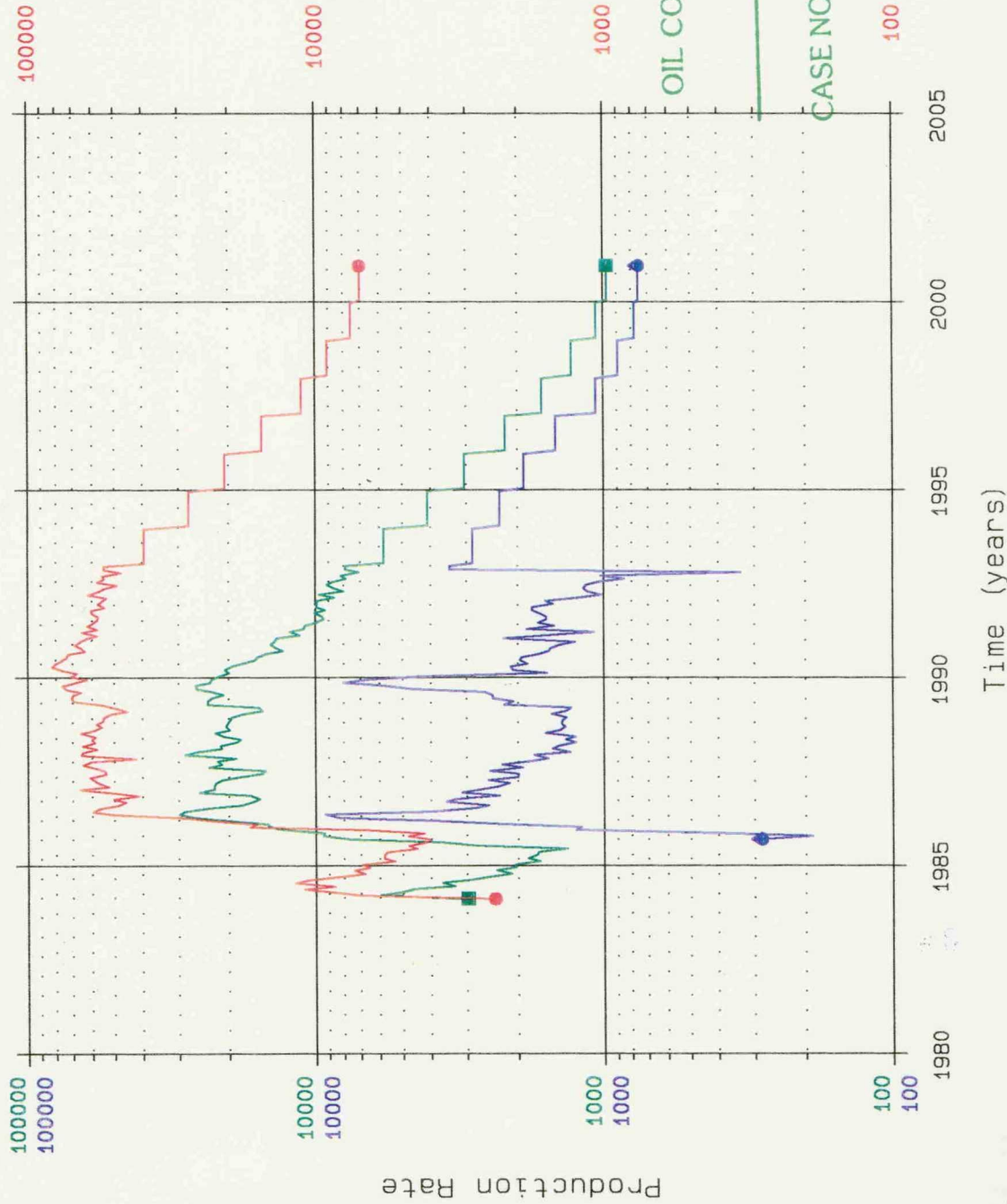
6/07/1993  
 Project:  
 UNIT-PRIMARY

Production Curves

**OIL: ■ OIL DATA**  
 0 History 2/84 - 10/92  
 1 List Mode 11/92 - 12/00

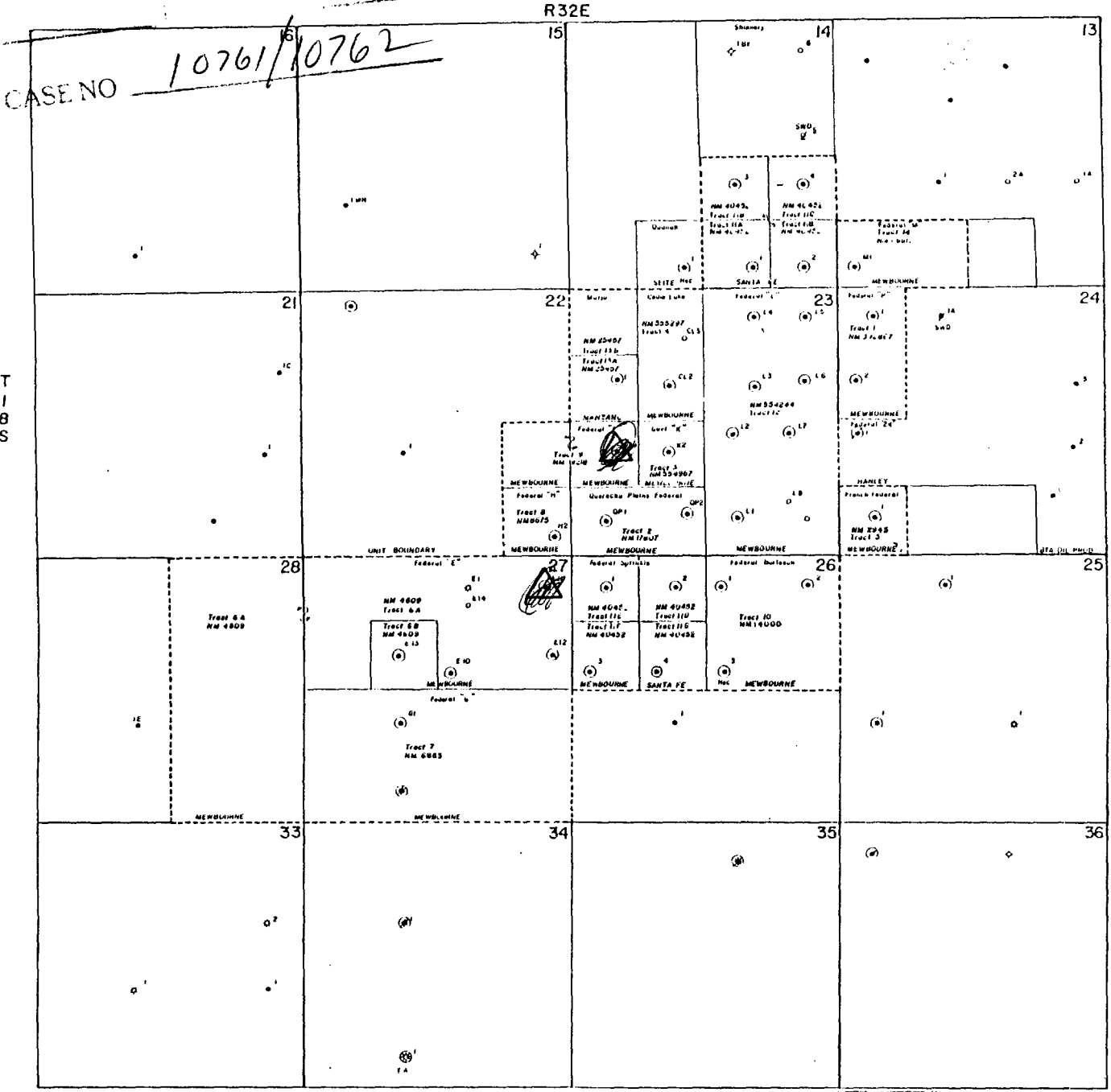
**GAS: ● GAS DATA**  
 0 History 2/84 - 10/92  
 1 List Mode 11/92 - 12/00

**WTR: ● WATER DATA**  
 0 History 9/85 - 10/92  
 1 List Mode 11/92 - 12/00



NEW MEXICO  
OIL CONSERVATION DIVISION

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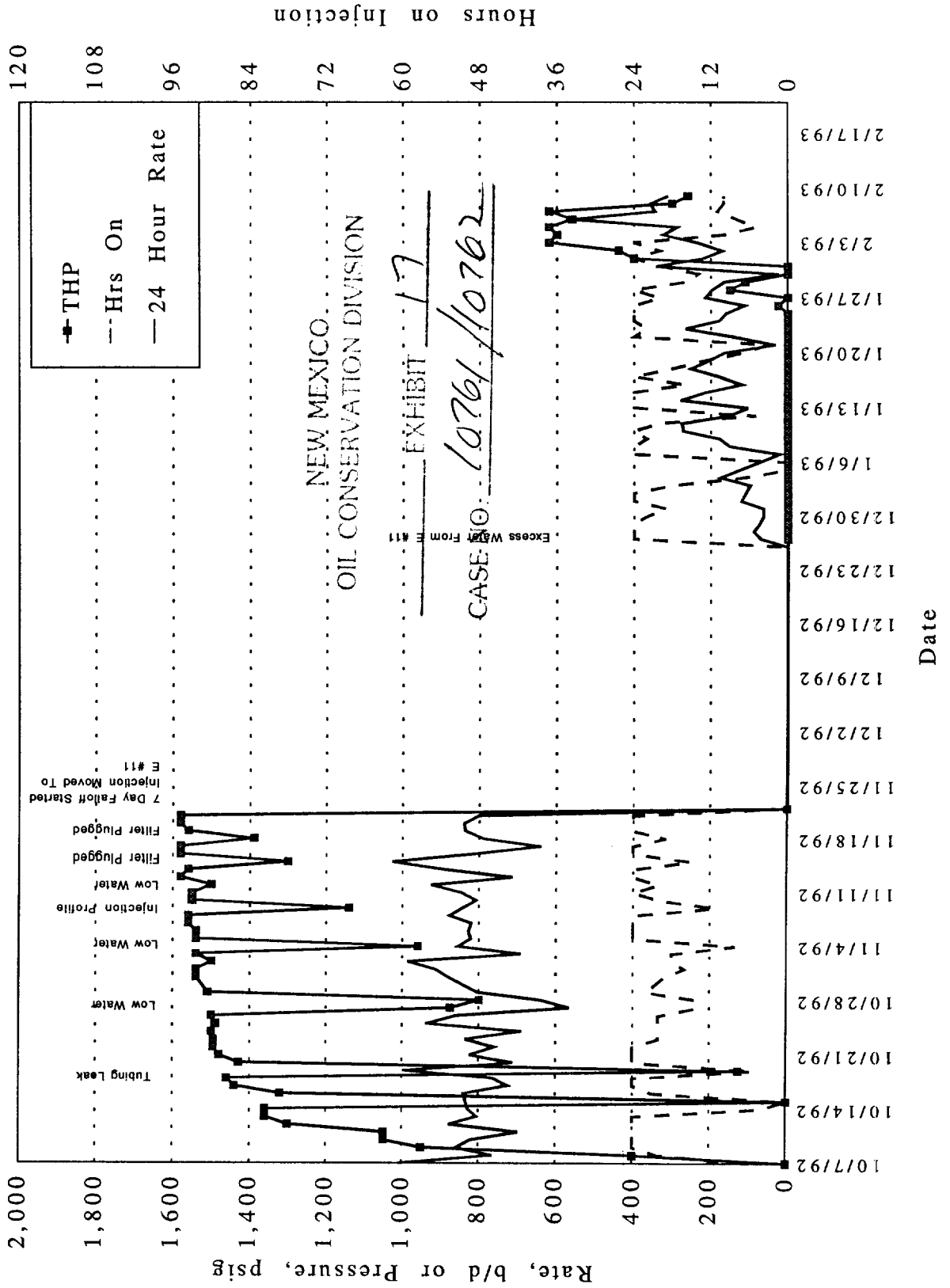


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△ TEST INJECTORS

MOC	MEWBOURNE OIL CO TYLER, TEXAS	
	QUERECHO PLAINS LEA COUNTY, NEW MEXICO	
	QUERECHO PLAINS BONE SPRING EXHIBIT "A" UNIT AGREEMENT	
AM 9/91	REVISED 11-30-92	SH 6 J 9.

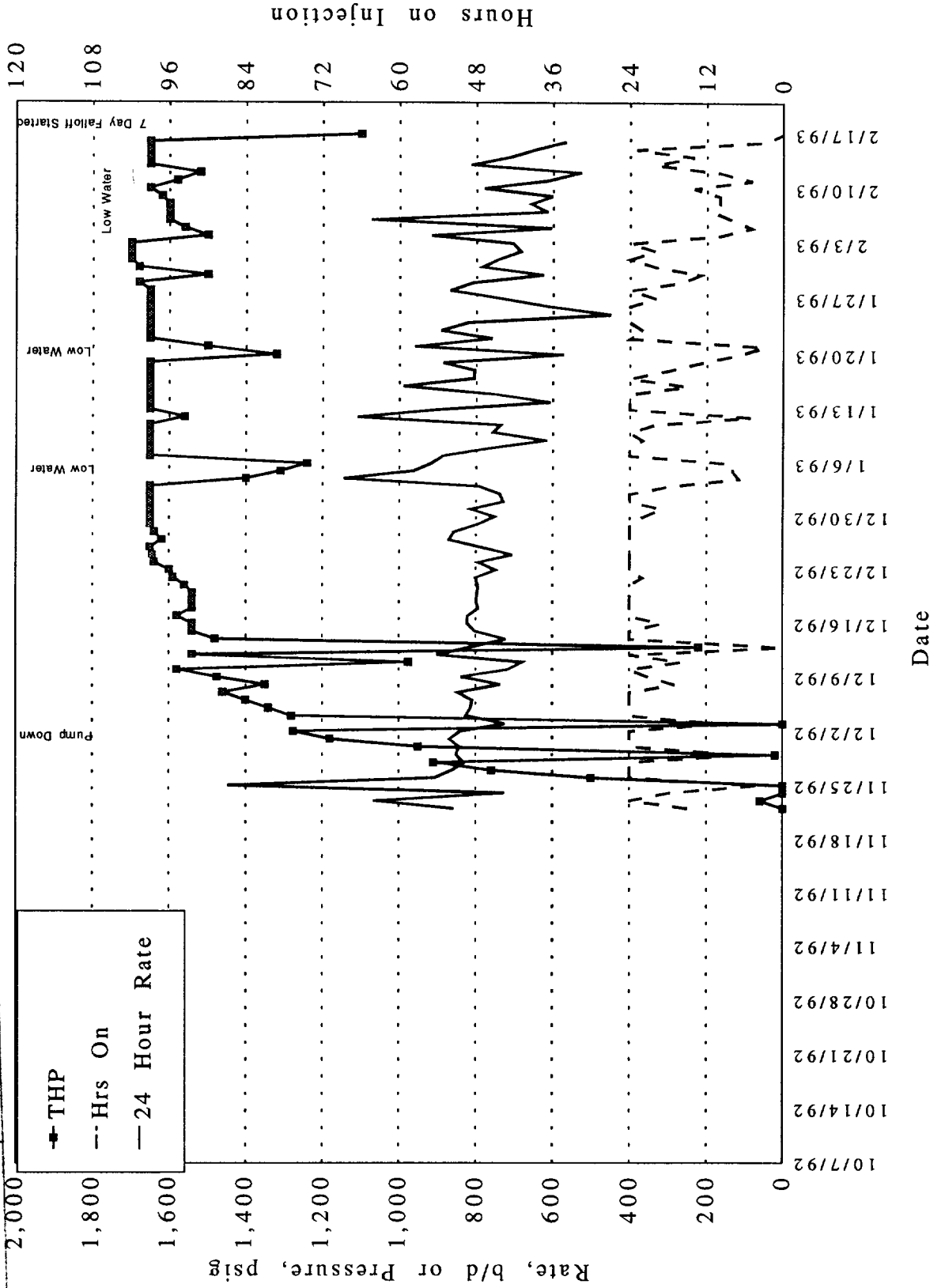
**GOVERNMENT "K" 2**  
**Injection Well Test Performance**  
**Querecho Plains (Bone Spring) Field**



FEDERAL "E" 11  
Injection Well Test Performance  
Querecho Plains (Bone Spring) Field

EXHIBIT 18

CASE NO. 10761/10762  
2,000





NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 19

CASE NO. 10761/10762 R32E

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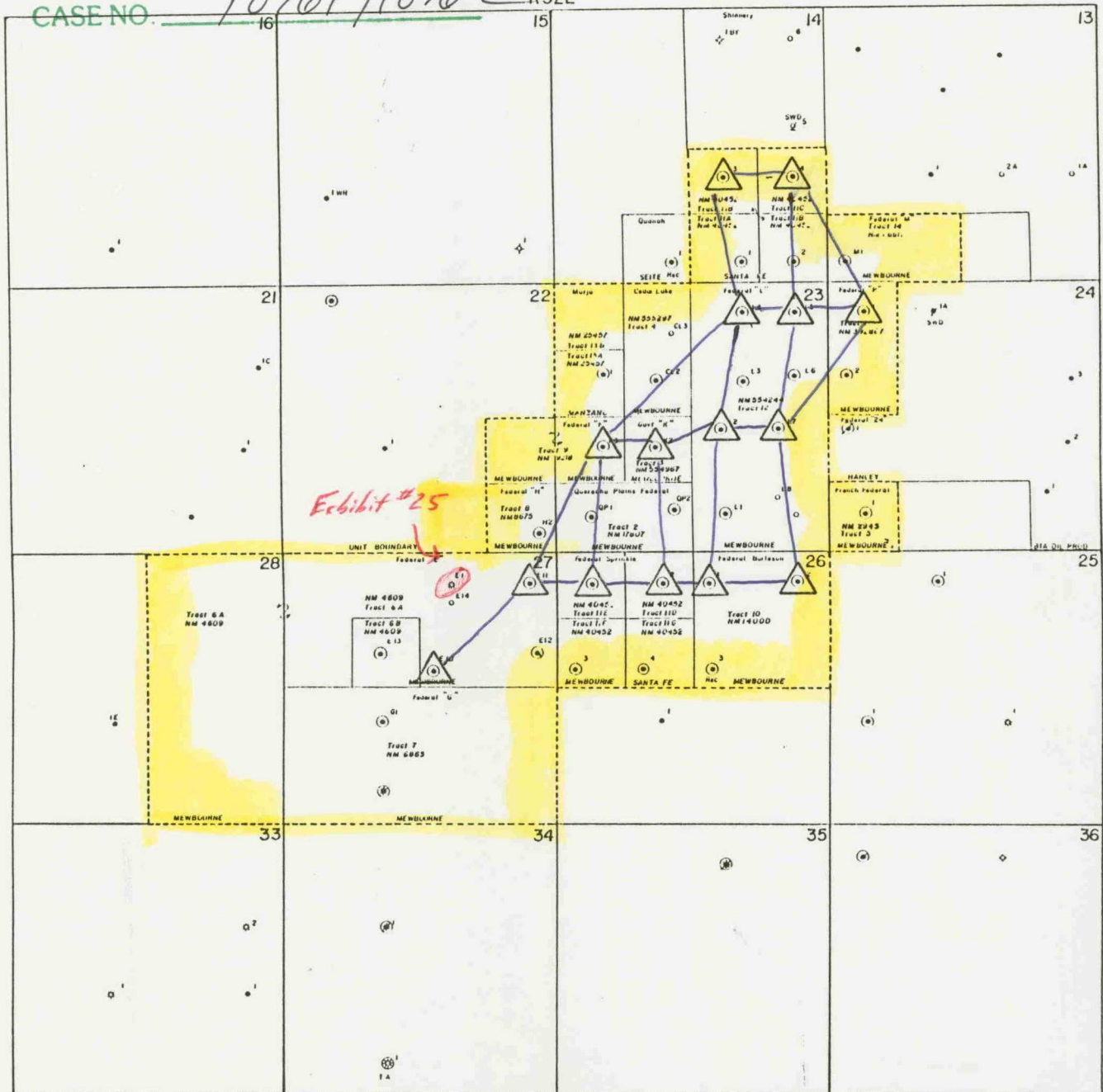


Exhibit #25

0 500 1000 2000 3200'

△ FULL FLOOD INJECTION PATTERN

MOC	MEWBOURNE OIL CO. TYLER, TEXAS
	QUERECHO PLAINS LEA COUNTY, NEW MEXICO
	QUERECHO PLAINS BONE SPRING EXHIBIT "A" UNIT AGREEMENT
NM 9 '91	REVISED 11-30-92

SH 6 3 '91

NEW CASE 23A WITH INJECTION AND PRODUCTION RATES ADJUSTED FOR TESTS  
 Production for Proposed Unit Area Only

ENDING DATE	YEAR	DAILY AVERAGE FOR YEAR									ANNUAL VOLUME									CUMULATIVE VOLUME									
		OIL			GAS			WATER			GOR	SCF/STB	WATER CUT	OIL			GAS			WATER			OIL MSTB	GAS MMSCF	WATER				
		STB/D	MSCF/D	STB/D	STB/D	MSCF/D	STB/D	STB/D	MSTB	MSCF				MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB			MSTB				
INJ	WATER	WATER	WATER	INJ	PROD	WATER	WATER	WATER	INJ	PROD	WATER	WATER	WATER	INJ	PROD	WATER	WATER	WATER	INJ	PROD	WATER	WATER	INJ	PROD	WATER	WATER	INJ		
		STB/D	MSCF/D	STB/D	STB/D	STB/D	STB/D	STB/D	STB/D	STB	FRAC.	MSTB	MSCF	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	MSTB	
PRIOR																													
31/12/92	1992	274.0	1874.6	118.2	648.1				6841		0.301	25.210	172.460	10.879	59.627						1516.3	4529.4	375.4						0.0
31/12/93	1993	190.3	1197.6	110.3	10038.9			6293	6293		0.367	69.460	437.120	40.243	1847.151	1806.9					1541.5	4701.8	386.3					59.6	
31/12/94	1994	556.1	386.8	974.1	6914.8			696	696		0.637	202.970	141.180	355.550	2523.912	2168.4					1611.0	5139.0	426.5					1906.8	
31/12/95	1995	821.2	275.6	2305.6	4674.2			336	336		0.737	299.730	100.580	841.544	1706.100	864.6					1814.0	5280.1	782.0					4430.7	
31/12/96	1996	673.6	240.8	2710.5	4172.4			357	357		0.801	245.880	87.880	989.330	1522.924	533.6					2113.7	5380.7	1623.6					6136.8	
31/12/97	1997	526.0	198.3	2880.3	3929.1			377	377		0.846	192.000	72.380	1051.300	1434.112	382.8					2359.6	5468.6	2612.9					7659.7	
31/12/98	1998	424.9	164.4	2979.8	3811.8			387	387		0.875	155.090	60.020	1087.620	1391.294	303.7					2551.6	5541.0	3664.2					9093.8	
31/12/99	1999	351.5	138.7	3047.6	3731.4			394	394		0.897	128.290	50.610	1112.390	1361.960	249.6					2706.7	5601.0	4751.8					10485.1	
31/12/00	2000	299.2	119.8	3106.0	3680.6			401	401		0.912	109.210	43.740	1133.700	1343.410	209.7					2835.0	5651.6	5864.2					11847.1	
31/12/01	2001	258.1	104.9	3130.4	3622.8			407	407		0.924	94.190	38.290	1142.590	1322.330	179.7					2944.2	5695.3	6997.9					13190.5	
31/12/02	2002	218.1	89.9	2773.5	3307.6			412	412		0.927	79.610	32.830	1012.310	1207.280	195.0					3038.4	5733.6	8140.5					14512.8	
31/12/03	2003	174.0	81.4	2162.5	1901.1			468	468		0.926	63.510	29.720	789.330	693.900	-95.4					3118.0	5766.5	9152.8					15720.1	
31/12/04	2004	166.8	70.4	2290.0	2527.1			422	422		0.932	60.870	25.680	835.840	922.380	86.5					3181.5	5796.2	9942.2					16414.0	
31/12/05	2005	153.9	65.2	2293.2	2513.4			424	424		0.937	56.160	23.800	837.000	917.400	80.4					3242.3	5821.9	10778.0					17336.4	
31/12/06	2006	140.6	60.4	2301.4	2514.2			430	430		0.942	51.320	22.060	840.000	917.700	77.7					3298.5	5845.7	11615.0					18253.8	
31/12/07	2007	129.5	56.7	2304.1	2513.7			438	438		0.947	47.280	20.700	841.000	917.510	76.5					3349.8	5867.7	12455.0					19171.5	
31/12/08	2008	114.8	51.3	2002.7	2365.3			447	447		0.946	41.900	18.710	731.000	863.320	132.3					3397.1	5888.4	13296.0					20089.0	
31/12/09	2009	101.0	46.5	1742.5	1961.2			461	461		0.945	36.860	16.990	636.000	715.840	79.8					3439.0	5907.1	14027.0					20952.3	
31/12/10	2010	88.4	42.5	1446.6	1740.6			481	481		0.942	32.260	15.510	528.000	635.310	107.3					3475.9	5924.1	14663.0					21668.2	
31/12/11	2011	80.5	39.8	1328.8	1498.8			494	494		0.943	29.400	14.520	485.000	547.050	62.0					3508.1	5939.6	15191.0					22303.5	
31/12/12	2012	75.0	37.5	1287.7	1470.1			500	500		0.945	27.360	13.680	470.000	536.600	66.6					3537.5	5954.2	15676.0					22850.5	
31/12/13	2013	68.3	34.6	1211.0	1371.6			506	506		0.947	24.920	12.620	442.000	500.640	58.6					3564.9	5967.8	16146.0					23387.1	
31/12/14	2014	64.1	32.6	1208.2	1351.7			508	508		0.950	23.400	11.890	441.000	493.360	52.4					3589.8	5980.5	16588.0					23987.8	
31/12/15	2015	60.7	30.9	1202.7	1341.3			509	509		0.952	22.140	11.280	439.000	489.590	50.6					3613.2	5992.3	17029.0					24381.1	
																					3635.4	6003.6	17468.0					24870.7	

NEW MEXICO  
 OIL CONSERVATION DIVISION

EXHIBIT

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CASE NO. 10761/10762

**MEWBOURNE OIL CO.**  
 Multiphase Curve Analysis  
 Rate vs Time  
 (c) 1991, 1989 Dwrights, A SoftSearch Co.

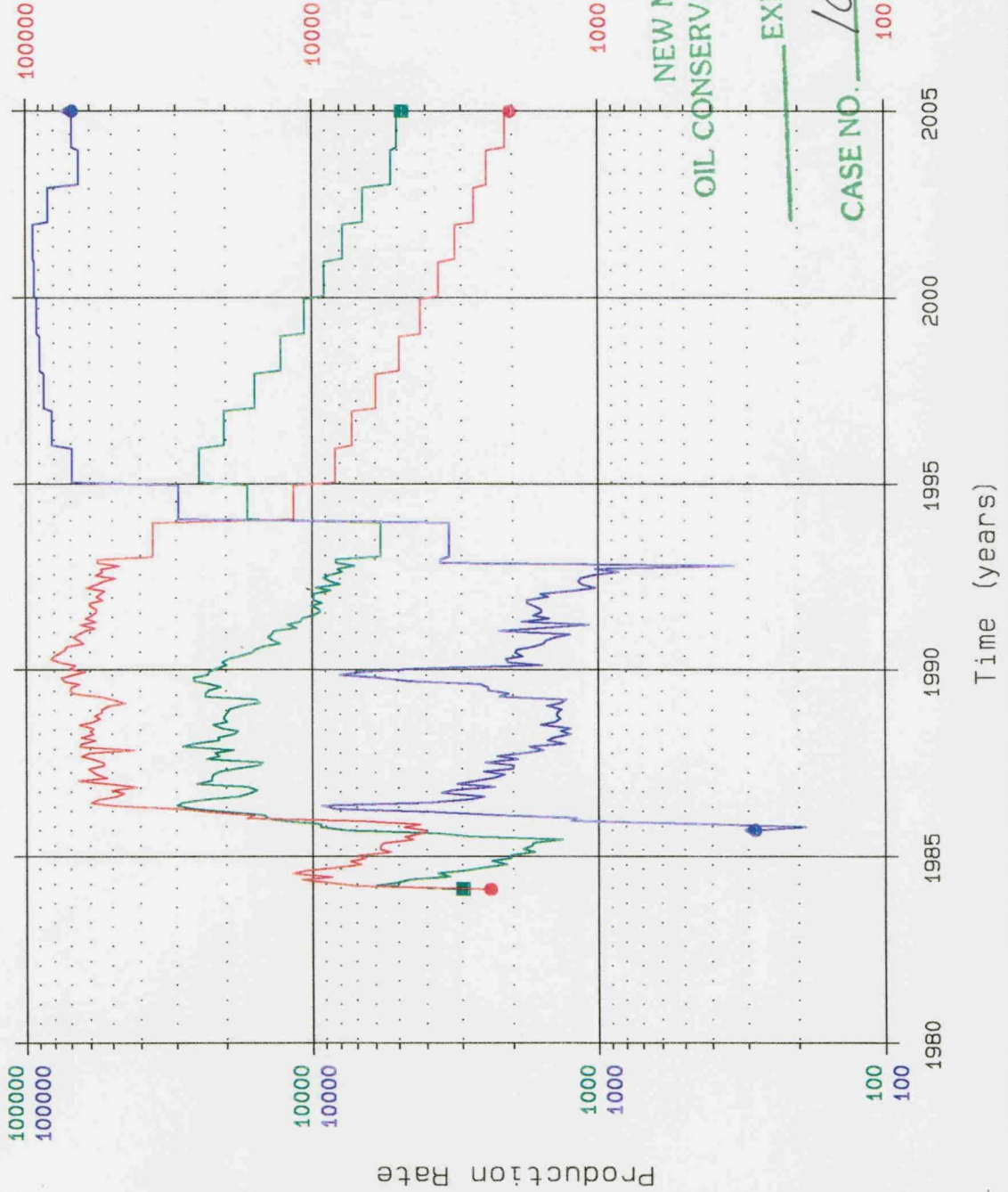
6/07/1993  
 Project:  
 UCASE23A

Production Curves

OIL: ■ OIL DATA 2/84 - 10/92  
 0 History 11/92 - 12/15  
 1 List Mode

GAS: ● GAS DATA 2/84 - 10/92  
 0 History 11/92 - 12/15  
 1 List Mode

WTR: ● WATER DATA 9/85 - 10/92  
 0 History 11/92 - 12/15  
 1 List Mode



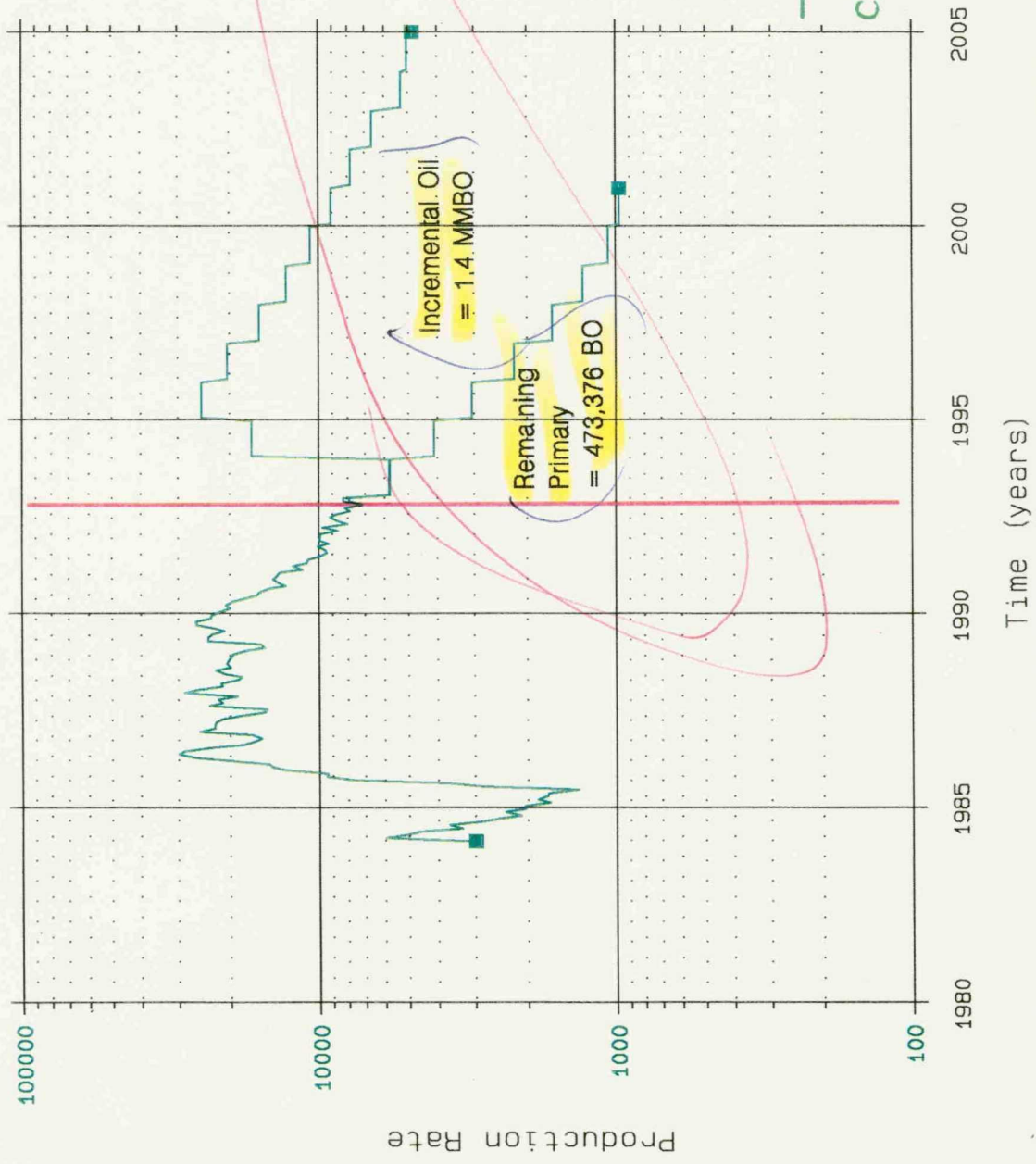


**MEMBOURNE OIL CO.**  
 Multiphase Curve Analysis  
 Rate vs Time  
 (c) 1991, 1989 Dwight's, A SoftSearch Co.

6/07/1993  
 Project:

Production Curves

OIL: ■ OIL DATA  
 0 History 2/84 - 10/92  
 1 List Mode 11/92 - 12/88



NEW MEXICO  
 OIL CONSERVATION DIVISION

EXHIBIT 22  
 CASE NO. 10761/10762



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

May 5, 1998

Mewbourne Oil Company  
P.O. Box 7698  
Tyler, Texas 75711-7698

Attn: Mr. K.M. Calvert

***RE: Injection Pressure Increase Quercho Plains Bone Spring Sand Unit  
EOR Waterflood Project Lea County, New Mexico.***

Dear Mr. Calvert:

Reference is made to your request dated September 26, 1997 and revised April 22, 1998, to increase the surface injection pressure on twelve wells in the above referenced project. This request is based on step rate tests conducted on these wells immediately prior to your original request, and additional information supplied on April 22, 1998. The results of the tests and additional data have been reviewed by my staff and we feel an increase in injection pressures on these wells is justified at this time.

You are therefore authorized to increase the surface injection pressure on the following wells:

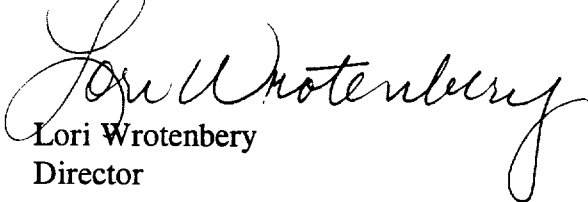
<b><i>Well and location</i></b>	<b><i>Maximum Surface Injection Pressure</i></b>
QPBSSU Well No.3-2, UL 'J' of Section 23	2325 PSIG
QPBSSU Well No.3-4, UL 'B' of Section 23	2425 PSIG
QPBSSU Well No.4-2, UL 'K' of Section 23	2450 PSIG
QPBSSU Well No.7A-10, UL 'G' of Section 27	2450 PSIG
QPBSSU Well No.7A-11, UL 'A' of Section 27	2450 PSIG
QPBSSU Well No.10-3, UL 'L' of Section 23	2450 PSIG
QPBSSU Well No.11-1, UL 'B' of Section 26	2450 PSIG
QPBSSU Well No.11-2, UL 'A' of Section 26	2420 PSIG

*Injection Pressure Increase  
Mewbourne Oil Company  
May 5, 1998  
Page 2*

<i>Well and location</i>	<i>Maximum Surface Injection Pressure</i>
QPBSSU Well No.12B-3, UL 'J' of Section 14	2450 PSIG
QPBSSU Well No.12C-4, UL 'I' of Section 14	2400 PSIG
QPBSSU Well No.12D-2, UL 'C' of Section 26	2420 PSIG
QPBSSU Well No.16-1, UL 'L' of Section 24	2450 PSIG
All wells located in Lea County, New Mexico.	

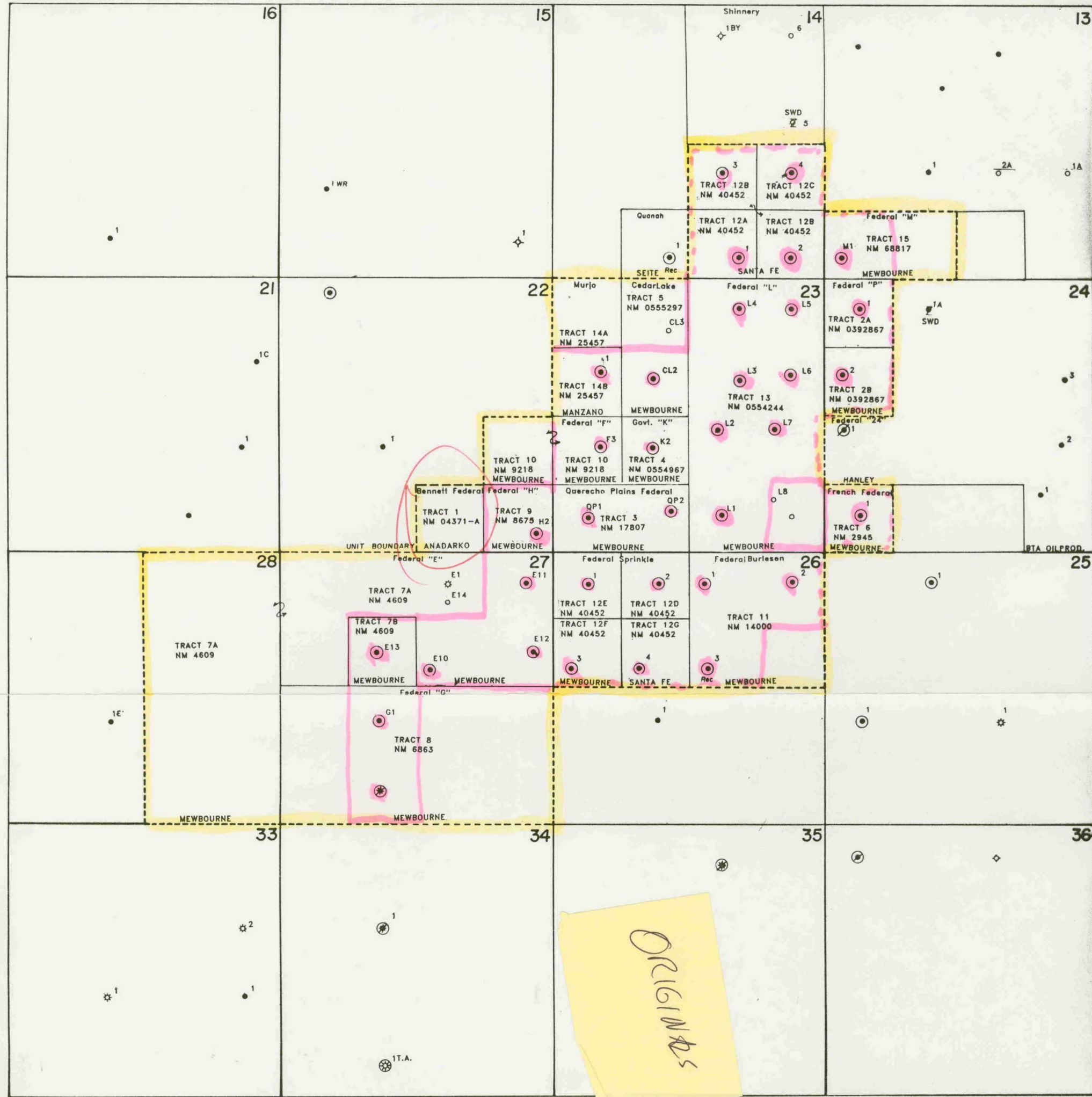
The Division Director may rescind any injection pressure increase if it becomes apparent that the injected water is not being confined to the injection zone or is endangering any fresh water aquifers.

Sincerely,

  
Lori Wrotenbery  
Director

LW/BES/kv

cc: Oil Conservation Division - Hobbs  
Files: Case File No.10762; EOR-9; PSI-X 4th QTR 98



*Tracts change 3 to 13 and vice versa*

NEW MEXICO  
OIL CONSERVATION DIVISION

10761/10762 EXHIBIT 1  
CASE NO. 10761/10762

0' 500' 1000' 2000' 5280'

MOC	MEWBOURNE OIL CO. TYLER, TEXAS
	QUEREO PLAINS LEA COUNTY, NEW MEXICO
QUEREO PLAINS BONE SPRING SAND UNIT EXHIBIT "A" UNIT AGREEMENT 2,400 ACRE UNIT	
<small>REVISED 6/10/93 REVISED 5/25/93 REVISED 11/30/92</small>	
KM 9-91	SH 6-3-92



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**  
Governor  
**Jennifer A. Salisbury**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
**Oil Conservation Division**

*ADMINISTRATIVE ORDER NO. WFX-776*

***APPLICATION OF MEWBOURNE OIL COMPANY TO EXPAND ITS WATERFLOOD  
PROJECT IN THE QUERECHO PLAINS-UPPER BONE SPRING POOL IN LEA COUNTY,  
NEW MEXICO***

**ADMINISTRATIVE ORDER  
OF THE OIL CONSERVATION DIVISION**

Under the provisions of Division Order No. R-9737-A, Mewbourne Oil Company has made application to the Division on July 31, 2001, for permission to expand its Querecho Plains Bone Spring Sand Unit Waterflood Project in the Querecho Plains-Upper Bone Spring Pool in Lea County, New Mexico.

**THE DIVISION DIRECTOR FINDS THAT:**

- (1) The application has been filed in due form.
- (2) Satisfactory information has been provided that all offset operators have been duly notified of the application.
- (3) No objection has been received within the waiting period as prescribed by Rule 701(B).
- (4) The proposed injection well is eligible for conversion to injection under the terms of Rule 701.
- (5) The proposed expansion of the above referenced Querecho Plains Bone Spring Sand Unit Waterflood Project will not cause waste nor impair correlative rights.
- (6) The application should be approved.



IT IS THEREFORE ORDERED THAT:

The applicant, Mewbourne Oil Company, is hereby authorized to inject water into the Upper-Bone Spring formation at approximately 8,459 feet to approximately 8,526 feet through 2 3/8-inch plastic lined tubing set in a packer located at approximately 8,359 feet in the following-described well for purposes of secondary recovery to wit:

Querecho Plains Bone Spring Sand Unit Well No. 13-2  
API No. 30-025-29679  
760' FSL & 2310' FWL, Unit N,  
Section 23, Township 18 South, Range 32 East, NMPM  
Lea County, New Mexico

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

Prior to commencing injection operations into the well, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing or packer.

The injection well or system shall be equipped with a pressure limiting device which will limit the wellhead pressure on the injection well to 1692 psi.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the Upper-Bone Spring formation. Such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Hobbs district office of the Division of the date and time of the installation of injection equipment and of the mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Hobbs district office of the Division of the failure of the tubing, casing or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

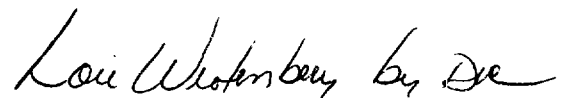
The subject well shall be governed by all provisions of Division Order No. R-9737-A and Rules 702-706 of the Division Rules and Regulations not inconsistent herewith.

PROVIDED FURTHER THAT, jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh water or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the injection authority granted herein.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

DONE at Santa Fe, New Mexico, on this 24th day of August, 2001.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION



LORI WROTENBERY  
Director

S E A L

LW/DRC

cc: Oil Conservation Division - Hobbs  
Bureau of Land Management - Carlsbad  
Case File No. 10762 /