

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201-1287

June 3, 2003



P.O. Box 7698 Tyler, TX 75711-7698

Mewbourne Oil Company

IN REPLY REFER TO:

SCR-193 3105.2 (06300)

Gentlemen:

30-015-32499

Communitization Agreement (CA) SCR-193 was approved November 13, 1981, effective as of September 24, 1981. This agreement communitized N½ sec. 11, T. 24 S., R. 27 E., NMPM, Eddy County, New Mexico involving 40.00 acres of Federal land in lease NM-14473, 80.00 acres of Federal land in lease NM-18613-A, and 200.00 acres of Fee land comprising a 320.00-acre well spacing unit as to dry gas and associated liquid hydrocarbons producible from the Morrow formation.

The term of the agreement is for two years and so long thereafter as communitized substances are or can be produced from the communitized area in paying quantities.

Our records show that the first well in the above-described communitized spacing unit, your No. 1-Smith 11 Com. located on Fee land in the NE¼NW¼ sec. 11 last produced from the communitized formation during February 2002. The communitized formation (Morrow) was abandoned and the well was recompleted in the Delaware on February 20, 2003. CA SCR-193 was considered expired by its own terms as of February 20, 2003 by our letter of May 15, 2003 to Mewbourne Oil Company, P.O. Box 5270, Hobbs, N.M. 88241. However, it has come to our attention that your well No. 1-West Loving 11 Fed. Com. located on lease NM-14473 in the NE¼NE¼ sec. 11 was completed in the Morrow formation at 12204 feet on January 8, 2003.

Since your No. 1-West Loving 11 Fed. Com. is a well capable of producing communitized substances in paying quantities, the termination of CA SCR-193 is considered to be rescinded, and CA SCR-193 will remain in full force and effect as of the original approval date of November 13, 1981 and of the original effective date of September 24, 1981.

Please contact David Glass at (505) 627-0275 or at the letterhead address if any additional information is required.

Sincerely,

(OPIG. 9GD.) ARMANDO A. LOPIGZ

FOR

Larry D. Bray Assistant Field Manager, Lands and Minerals

cc: MMOCD-Artesia