

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Melanie A. Kenderdine
Deputy Secretary

Ben Shelton
Deputy Secretary (Acting)

Gerasimos "Gerry" Razatos
Division Director (Acting)
Oil Conservation Division



Peyton Warren
pwarren@mewbourne.com

Administrative Order NSP – 2253
(Supersedes NSP – 2240)

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Mewbourne Oil Company [OGRID 14744]

Flying Dutchman 7 31 State Com Well No. 526H [30-025-54130]

Flying Dutchman 7 31 State Com Well No. 528H [30-025-54131]

N/2 of Section 07, Section 06 [T19S, R36E] and Section 31 [T18S R36E], Lea County

Reference is made to your application received on February 6th, 2025. Correct pool identification enables this NSP.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
N/2 Section 07, [T19S, R36E]	1574.97	Wildcat; Bone Spring	97926
All Section 06, [T19S, R36E]			
All Section 31, [T18S, R36E]			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea County, New Mexico.

NSP – 2253 (Supersedes NSP – 2240)
Mewbourne Oil Company
Page 2 of 2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

You have requested this non-standard horizontal spacing unit in order to eliminate the need for separate production facilities and additional administrative approvals. Therefore, preventing waste underlying the N/2 of Section 07, T19S, R36E, all of Section 06, T19S, R36E and all of Section 31, T18S, R36E within the referenced Horizontal Spacing Unit and the Bonespring formation.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



Gerasimos Razatos
Division Director (Acting)
GR/lrl

Date: 4/1/2025

ID NO. 428989

NSP - 2253

Revised March 23, 2017

RECEIVED: 02/06/25	REVIEWER:	TYPE:	APP NO: pLEL2503733823
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

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



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

Applicant: <u>Mewbourne Oil Company</u>	OGRID Number: <u>14744</u>
Well Name: <u>Flying Dutchman 7/31 State Com #526H & Flying Dutchman 7-31 State Com #528H</u>	API: <u>30-025-54130 & 30-025-54131</u>
Pool: <u>WC-025 G-07 S193513B; BONE SPRING, Oil</u>	Pool Code: <u>97926</u>

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
- A. Location – Spacing Unit – Simultaneous Dedication
 NSL NSP (PROJECT AREA) NSP (PRORATION UNIT) SD
- B. Check one only for [I] or [II]
- [I] Commingling – Storage – Measurement
 DHC CTB PLC PC OLS OLM
- [II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
- A. Offset operators or lease holders
 B. Royalty, overriding royalty owners, revenue owners
 C. Application requires published notice
 D. Notification and/or concurrent approval by SLO
 E. Notification and/or concurrent approval by BLM
 F. Surface owner
 G. For all of the above, proof of notification or publication is attached, and/or,
 H. No notice required

FOR OCD ONLY	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **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.

Peyton Warren
Print or Type Name

Peyton Warren
Signature

1/31/2025
Date

(432) 682-3715
Phone Number

pwarren@mewbourne.com
e-mail Address

MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020
Midland, Texas 79701
Phone (432) 682-3715

January 31, 2025

New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505
Attn: Mr. Leonard Lowe

Re: **Updated Information for Non-Standard Proration Unit**

Flying Dutchman 7/31 State Com #526H – API No. 30-025-pending

SHL: 2640' FNL & 1400' FEL, Section 7, T19S, R36E
FTP: 2551' FNL & 1850' FEL, Section 7, T19S, R36E
LTP: 100' FNL & 1850' FEL, Section 31, T18S, R36E
BHL: 100' FNL & 1850' FEL, Section 31, T18S, R36E

Flying Dutchman 7/31 State Com #528H – API No. 30-025-pending

SHL: 2640' FNL & 1200' FEL, Section 7, T19S, R36E
FTP: 2552' FNL & 450' FEL, Section 7, T19S, R36E
LTP: 100' FNL & 450' FEL, Section 31, T18S, R36E
BHL: 100' FNL & 450' FEL, Section 31, T18S, R36E
Lea County, New Mexico

Dear Mr. Lowe,

Pursuant to Division Rule 19.15.16.15(B)(5), Mewbourne Oil Company ("Mewbourne") respectfully requested administrative approval of a Non-Standard Proration Unit for its proposed Flying Dutchman 7/31 wells listed above, as approved in NSP Order No. 2240. Subsequently, the OCD requested a different pool name and pool code. These wells will be drilled as horizontal oil wells in the WC-025 G-07 S193513B; BONE SPRING, [97926] pool.

The Flying Dutchman 7/31 State Com #526H and Flying Dutchman 7/31 State Com #528H wells will be dedicated to a 1574.97-acre proration unit comprising Lots 1-2 (W/2NW/4), E/2NW/4 and NE/4 of Section 7; and Lots 1-7 (N/2N/2, SW/4NW/4, and W/2SW/4), SE/4NW/4, S/2NE/4, E/2SW/4, and SE/4 of Section 6 all in T19S, R36E; and Lots 1-4 (W/2W/2), E/2W/2, and E/2 of Section 31 all in T18S, R36E, Lea County, New Mexico.

The affected offset acreage comprises Lot 3 (NW/4SW/4), NE/4SW/4, and N/2SE/4 of Section 7; NW/4SW/4 and W/2NW/4 of Section 8; W/2SW/4, SW/4NW/4, and Lot 4 (NW/4NW/4) of Section 5 all in T19S, R36E; W/2W/2 of Section 32; SW/4SW/4 of Section 29; and S/2SE/4, SE/4SW/4, and Lot 4 (SW/4SW/4) of Section 30 all in T18S, R36E; SE/4SE/4 of Section 25; and E/2E/2 of Section 36 all in T18S, R35E; Lot 1 (NE/4NE/4), SE/4NE/4, and E/2SE/4 of Section 1; and E/2NE/4 and NE/4SE/4 of Section 12 all in T19S, R35E, Lea County, New Mexico. Consequently, notice of this updated information is being provided to all parties listed on the attached list of affected parties.

Mewbourne is seeking approval of the updated information within the NSP application to eliminate the need for separate production facilities and additional administrative approvals. Approval of the Non-Standard Proration Unit will reduce waste, limit our environmental footprint, and protect correlative rights within the horizontal spacing unit.

Notice by certified mail, return receipt requested, has been given to the affected parties listed in the notification list attached.

Thank you for your consideration of this updated information. Should you have any questions or need additional information regarding the above, please contact me at pwarren@mewbourne.com or (432) 682-3715.

Very truly yours,

MEWBOURNE OIL COMPANY



Peyton Warren
Landman

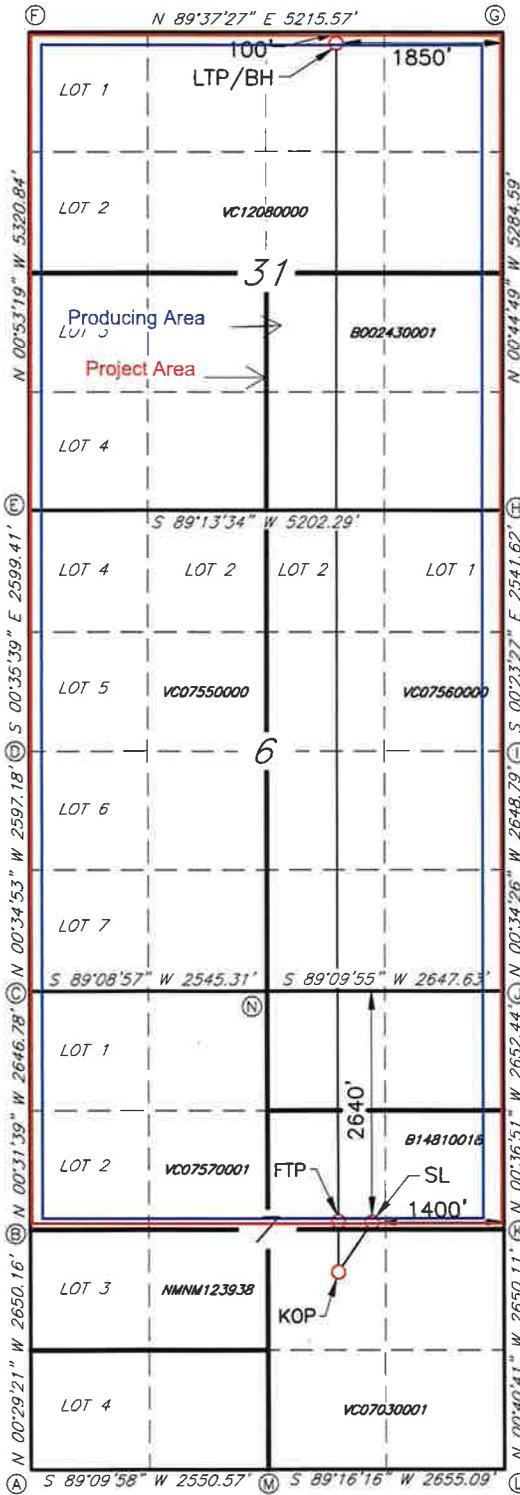
Enclosures

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is a directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

FLYING DUTCHMAN 7/31 STATE COM 526H



GEODETTIC DATA
NAD 83 GRID - NM EAST

SURFACE LOCATION (SL)
N: 610639.1 - E: 831672.9

LAT: 32.6751437° N
LONG: 103.3897699° W

KICK OFF POINT (KOP)
2175' FSL & 1850' FEL - SEC.7
N: 610149.0 - E: 831228.7

LON: 32.6738075° N
LONG: 103.3912275° W

FIRST TAKE POINT (FTP)
2551' FNL & 1850' FEL - SEC.7
N: 610721.9 - E: 831222.0

LON: 32.6753821° N
LONG: 103.3912326° W

LAST TAKE POINT (LTP)/BOTTOM HOLE (BH)
N: 623659.5 - E: 831083.1

LAT: 32.7109424° N
LONG: 103.3913107° W

CORNER DATA
NAD 83 GRID - NM EAST

- | | |
|--|--|
| A: CALCULATED CORNER
N: 607926.7 - E: 827899.6 | H: CALCULATED CORNER
N: 618486.3 - E: 833000.3 |
| B: FOUND BRASS CAP "1936"
N: 610576.3 - E: 827877.0 | I: FOUND BRASS CAP "1936"
N: 615947.2 - E: 833017.6 |
| C: FOUND BRASS CAP "1936"
N: 613222.6 - E: 827852.6 | J: FOUND BRASS CAP "1936"
N: 613298.9 - E: 833044.2 |
| D: FOUND BRASS CAP "1936"
N: 615819.2 - E: 827826.3 | K: FOUND BRASS CAP "1936"
N: 610647.1 - E: 833072.6 |
| E: CALCULATED CORNER
N: 618418.1 - E: 827799.3 | L: FOUND BRASS CAP "1936"
N: 607997.6 - E: 833104.0 |
| F: FOUND NAIL & WASHER "PS 22896"
N: 623737.4 - E: 827716.8 | M: FOUND BRASS CAP "1936"
N: 607963.8 - E: 830449.5 |
| G: FOUND NAIL & WASHER "PS 22896"
N: 623771.6 - E: 832931.4 | N: FOUND BRASS CAP "1936"
N: 613260.4 - E: 830397.2 |

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024	
	Submittal Type:		<input type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 97926	Pool Name WC-025 G-07 S193513B: BONE SPRING
Property Code	Property Name FLYING DUTCHMAN 7/31 STATE COM	Well Number 528H
OGRID No. 14744	Operator Name MEWBOURNE OIL COMPANY	Ground Level Elevation 3813'
Surface Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal		Mineral Owner: <input checked="" type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	7	19S	36E		2640 FNL	1200 FEL	32.6751469°N	103.3891202°W	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	31	18S	36E		100 FNL	450 FEL	32.7109334°N	103.3867601°W	LEA

Dedicated Acres 1574.97	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
I	7	19S	36E		2177 FSL	450 FEL	32.6738257°N	103.3866788°N	LEA

First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	7	19E	36E		2552 FNL	450 FEL	32.6754003°N	103.3866839°W	LEA

Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	31	18S	36E		100 FNL	450 FEL	32.7109334°N	103.3867601°W	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation:
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OPERATOR CERTIFICATIONS <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i> <i>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</i>		SURVEYOR CERTIFICATIONS <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me under my supervision, and that the same is true and correct to the best of my belief.</i>	
Signature: <i>Brett Miller</i> Date: 09/19/2024		Signature and Seal of Professional Surveyor: 	
Printed Name: brett.miller@mewbourne.com		Certificate Number: 19680	Date of Survey: 08/06/2024
Email Address:			

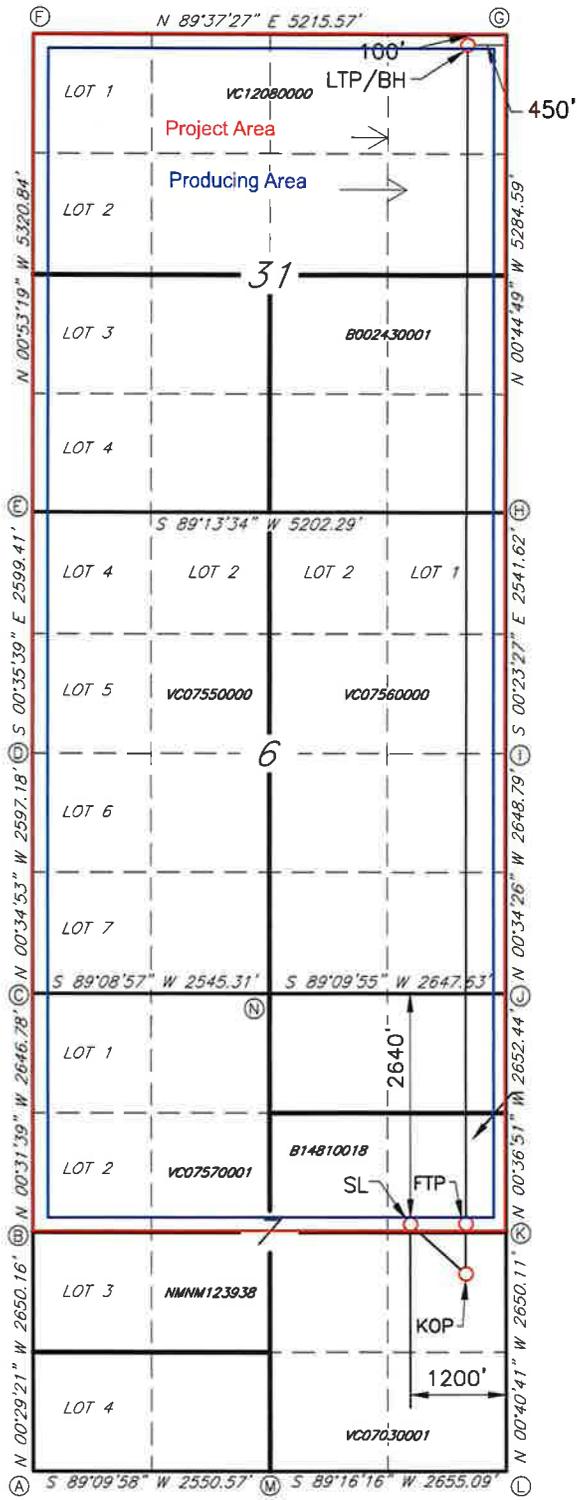
Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

ACREAGE DEDICATION PLATS

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Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

FLYING DUTCHMAN 7/31 STATE COM 528H



GEODETTIC DATA
 NAD 83 GRID -- NM EAST

SURFACE LOCATION (SL)
 N: 610642.1 -- E 831872.8
 LAT: 32.6751469° N
 LONG: 103.3891202° W

KICK OFF POINT (KOP)
 2177' FSL & 450' FEL -- SEC.7
 N: 610168.1 -- E: 832628.3
 LON: 32.6738257° N
 LONG: 103.3866788° W

FIRST TAKE POINT (FTP)
 2552' FNL & 450' FEL -- SEC.7
 N: 610740.9 -- E: 832621.6
 LON: 32.6754003° N
 LONG: 103.3866839° W

LAST TAKE POINT (LTP)/BOTTOM HOLE (BH)
 N: 623668.7 -- E: 832482.8
 LAT: 32.7109334° N
 LONG: 103.3867601° W

CORNER DATA
 NAD 83 GRID -- NM EAST

A: CALCULATED CORNER N: 607926.7 -- E: 827899.6	H: CALCULATED CORNER N: 618488.3 -- E: 833000.3
B: FOUND BRASS CAP "1936" N: 610576.3 -- E: 827877.0	I: FOUND BRASS CAP "1936" N: 615947.2 -- E: 833017.6
C: FOUND BRASS CAP "1936" N: 613222.6 -- E: 827852.6	J: FOUND BRASS CAP "1936" N: 613298.9 -- E: 833044.2
D: FOUND BRASS CAP "1936" N: 615819.2 -- E: 827826.3	K: FOUND BRASS CAP "1936" N: 610647.1 -- E: 833072.6
E: CALCULATED CORNER N: 618418.1 -- E: 827799.3	L: FOUND BRASS CAP "1936" N: 607997.6 -- E: 833104.0
F: FOUND NAIL & WASHER "PS 22896" N: 623737.4 -- E: 827716.8	M: FOUND BRASS CAP "1936" N: 607963.8 -- E: 830449.5
G: FOUND NAIL & WASHER "PS 22896" N: 623771.6 -- E: 832931.4	N: FOUND BRASS CAP "1936" N: 613260.4 -- E: 830397.2

MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020
Midland, Texas 79701
Phone (432) 682-3715

January 31, 2025

Certified Mail

Affected Parties

Re: **Updated Information for Non-Standard Proration Unit**

Flying Dutchman 7/31 State Com #526H – API No. 30-025-54130

SHL: 2640' FNL & 1400' FEL, Section 7, T19S, R36E
FTP: 2551' FNL & 1850' FEL, Section 7, T19S, R36E
LTP: 100' FNL & 1850' FEL, Section 31, T18S, R36E
BHL: 100' FNL & 1850' FEL, Section 31, T18S, R36E

Flying Dutchman 7/31 State Com #528H – API No. 30-025-54131

SHL: 2640' FNL & 1200' FEL, Section 7, T19S, R36E
FTP: 2552' FNL & 450' FEL, Section 7, T19S, R36E
LTP: 100' FNL & 450' FEL, Section 31, T18S, R36E
BHL: 100' FNL & 450' FEL, Section 31, T18S, R36E
Lea County, New Mexico

To Whom It May Concern:

Enclosed is a copy of Mewbourne Oil Company's (MOC) Application for Non-Standard Proration Unit for the above referenced Flying Dutchman 7/31 State Com #526H & Flying Dutchman 7/31 State Com #528H wells covering the N2 of Section 7 and Section 6, T19S, R36E and Section 31, T18S, R36E, all in Lea County, New Mexico.

You are being notified as an interest owner in the affected offset acreage. You previously received an NSP Application Notice covering the lands described herein. The OCD has since requested a different pool name and pool code. Therefore, this letter is intended to identify the correct pool name and pool code. The formation remains the same.

MOC is seeking approval of the non-standard proration unit to eliminate the need for separate production facilities and additional administrative approvals. Approval of the Non-Standard Proration Unit will reduce waste, limit our environmental footprint, and protect correlative rights within the horizontal spacing unit.

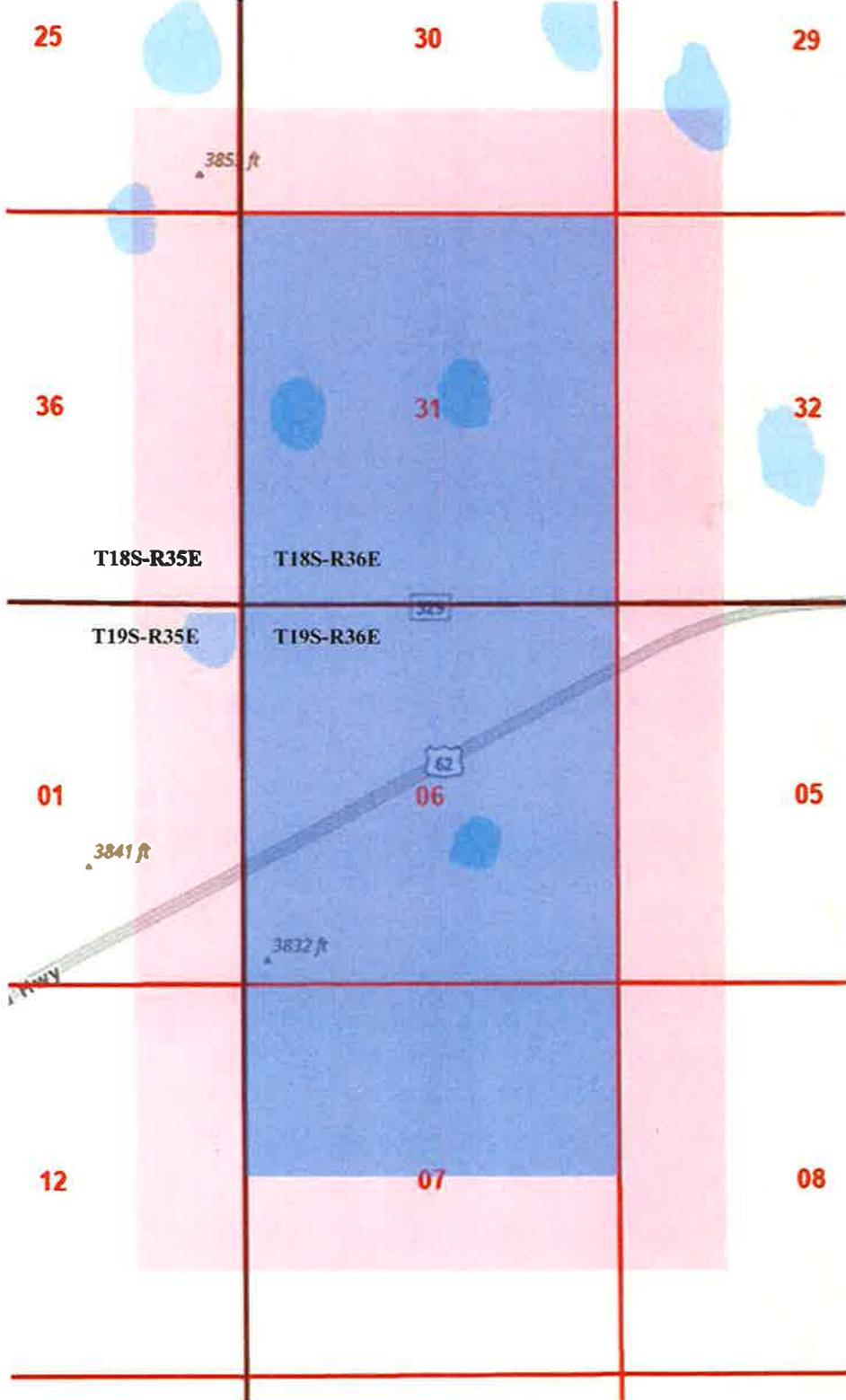
If you have any questions regarding this application, please contact me at pwarren@mewbourne.com or (432) 682-3715.

MEWBOURNE OIL COMPANY



Peyton Warren
Landman

Plat of Affected Tracts
Flying Dutchman NSP



Proration Unit Affected Tracts

**Affected Parties
Flying Dutchman NSP**

Owners	Location	Date Letter Sent	Attn	Address Line 1	City	State	Zip Code	Certified Tracking Number
Marshall & Winston, Inc.	NE4SE4 Section 12-19S-35E; W2NW4 & NW4SW4 of Section 8-19S-36E; N2SE4 of Section 7-19S-36E	1/31/2025		PO Box 50880	Midland	TX	79710	9414 8362 0855 1277 8198 66
Franklin Mountain Energy 3, LLC	E2NE4 of Section 12-19S-35E; E2E2 of Section 36-18S-35E	1/31/2025	Permian Land Manager	44 Cook Street, STE 1000	Denver	CO	80206	9414 8362 0855 1277 8198 73
Steve Sell	E2SE4 of Section 1-19S-35E; E2NE4 of Section 12-19S-35E	1/31/2025		PO Box 5061	Midland	TX	79704	9415 8362 0855 1277 8198 97
OXY USA WTP LP	SE4SE4 of Section 25-18S-35E	1/31/2025	Permian Land Manager	5 Greenway Plaza, Suite 110	Houston	TX	77046-0521	9416 8362 0855 1277 8199 03
Levi SAP NEI Thang, LLC	S2SW4 of Section 30-18S-36E; S2SE4 of Section 30-18S-36E; SW4SW4 of Section 29-18S-36E; W2NW4 of Section 32-18S-36E; W2W2 of Section 5-19S-36E	1/31/2025		10940 Parallel Parkway	Kansas City	KS	66109	9417 8362 0855 1277 8199 10
Rockwood Energy, LP	S2SW4 of Section 30-18S-36E; S2SE4 of Section 30-18S-36E; SW4SW4 of Section 29-18S-36E; W2NW4 of Section 32-18S-36E; W2W2 of Section 5-19S-36E	1/31/2025		4450 Oak Park Lane, Suite 101897	Fort Worth	TX	76109	9418 8362 0855 1277 8199 41
New Mexico State Land Office	W2SW4 of Section 32-18S-36E	1/31/2025		310 Old Santa Fe Trail	Santa Fe	NM	87504-1148	9419 8362 0855 1277 8199 58
Bureau of Land Management		1/31/2025		301 Dinosaur Trail	Santa Fe	NM	87508	9420 8362 0855 1277 8199 96

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 428989

CONDITIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 428989
	Action Type: [UF-NSP] Non-Standard Proration (NSP)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/6/2025