#### **CASE NO. 23767**

#### APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

#### **EXHIBIT LIST**

- 1. Application and Proposed Notice
- 2. Landman's Affidavit
- 3. Geologist's Affidavit
- 4. Affidavit of Mailing
- 5. Certified Notice Spreadsheet
- 6. Affidavit of Publication
- 7. Pooling Checklist

#### BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 23767

#### **APPLICATION**

Mewbourne Oil Company applies for an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 28 and the E/2E/2 of Section 33, Township 21 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the E/2E/2 of Section 28 and the E/2E/2 of Section 33 (containing 320 acres), and has the right to drill a well thereon.
- 2. Applicant proposes to drill the Lobo 33/28 Fed. Com. Well No. 728H with a first take point in the SE/4SE/4 of Section 33 and a last take point in the NE/4NE/4 of Section 28, to a depth sufficient to test the Wolfcamp formation.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the E/2E/2 of Section 28 and the E/2E/2 of Section 33 for the purposes set forth herein.
- 4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying the E/2E/2 of Section 28 and the E/2E/2 of Section 33, pursuant to NMSA 1978 §70-2-17.

**EXHIBIT** 

5. The pooling of all uncommitted mineral interest owners in the Wolfcamp formation underlying the E/2E/2 of Section 28 and the E/2E/2 of Section 33 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

**WHEREFORE**, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all uncommitted mineral interest owners in the Wolfcamp formation (WC-025 G-09 S213232A; Upper Wolfcamp/Pool Code 98313) underlying the E/2E/2 of Section 28 and the E/2E/2 of Section 33;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling, completing, equipping, and testing the well, and allocating the cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling, completing, equipping, and testing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

Application of Mewbourne Oil Company for compulsory pooling, Lea County, New Mexico. Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 28 and the E/2E/2 of Section 33, Township 21 South, Range 32 East, NMPM. The unit will be dedicated to the Lobo 33/28 Fed. Com. Well No. 728H with a first take point in the SE/4SE/4 of 33 and a last take point in the NE/4NE/4 of Section 28. Also to be considered will be the cost of drilling, completing, equipping, and testing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, equipping, and testing the well. The unit is located approximately 8 miles south-southeast of Halfway, New Mexico.

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case Nos. 23767

#### SELF-AFFIRMED STATEMENT OF ADRIANA SALGADO

Adriana Salgado, being duly sworn upon her oath, deposes and states:

- 1. I am a landman for Mewbourne Oil Company ("Mewbourne"), and have personal knowledge of the matters stated herein. I have been qualified by the Division as an expert petroleum landman.
- 2. I am familiar with the application filed by Mewbourne in the above case. Pursuant to Division rules the following information is submitted in support of the application.
- 3. No opposition is expected because the affected interest owners have been contacted regarding the joining in the subject well, and have not elected to voluntarily participate.
- 4. In this case Mewbourne seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 28 and the E/2E/2 of Section 33, Township 21 South, Range 32 East, NMPM. The unit will be dedicated to the Lobo 33/28 Fed. Com. Well No. 718H with a first take point in the SE/4SE/4 of 33 and a last take point in the NE/4NE/4 of Section 28.

This well was originally proposed as the Well No. 728H, but the well number was subsequently changed. All other aspects of the well have remained the same.

- 5. There is no depth severance in the Wolfcamp formation.
- 6. A plat outlining the unit and tracts being pooled is submitted as Attachment A. A Form C-102 for the well is part of Attachment A.
- 7. The tracts in the unit, the leases, and the parties being pooled and their interests, are set forth in Attachment B. The persons noted with an asterisk are being pooled.

EXHIBIT 2

- 8. Attachment C contains a copy of the proposal letter sent to the interest owners being pooled. It also contains a summary of communications with the parties. Mewbourne has made a good faith effort to obtain the voluntary joinder of the working interest owners in the proposed well.
- 9. Attachment D is the Authorization for Expenditure for the proposed well. The estimated cost of the well set forth is fair and reasonable, and comparable to the cost of other wells of similar depth and length drilled in this area of Lea County.
- 10. Mewbourne requests overhead and administrative rates of \$8000/month for a drilling well and \$800/month for a producing well. These rates are fair, and comparable to the rates charged by other operators for wells of this type in this portion of Lea County. They are also the rates set forth in the Joint Operating Agreement for the well unit. Mewbourne requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.
- 11. Mewbourne requests that the maximum cost plus 200% risk charge be assessed against a non-consenting working interest owner.
  - 12. Mewbourne requests that it be designated operator of the well.
- 13. The attachments to this affidavit were prepared by me or under my supervision, or compiled from company business records.
- 14. Granting this application is in the interests of conservation and the prevention of waste.

I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 14 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Date: 9/5/2033

Adriana Salgado

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u> 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

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

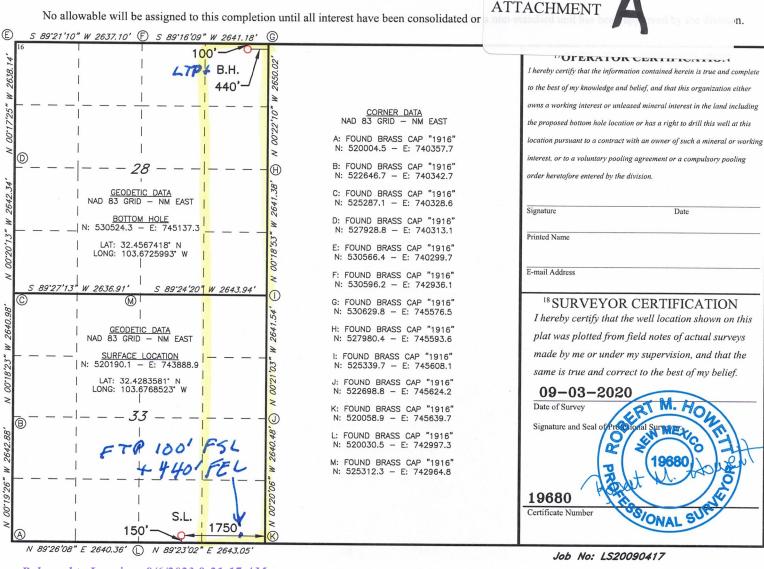
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

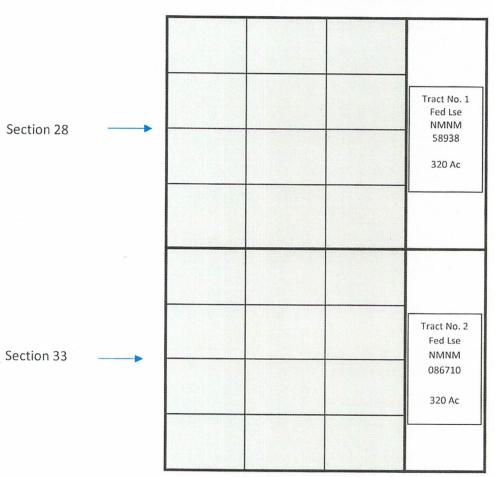
|                              | API Number | r              |               | <sup>2</sup> Pool Code<br><b>98313</b> |                            | WC-025 G         | <sup>3</sup> Pool Nar<br>6-09 S213232 |           | /OLFCAMP                                |
|------------------------------|------------|----------------|---------------|--|----------------------------|------------------|---------------------------------------|-----------|---|
| <sup>4</sup> Property Co     | de         |                |               | LOBO                                   | 5 Property Na<br>33/28 FEI |                  |                                       |           | <sup>6</sup> Well Number<br>718H        |
| 7 OGRID                      | NO.        |                |               | MEWE                                   | 8 Operator N. BOURNE OI    | ame<br>L COMPANY |                                       |           | <sup>9</sup> Elevation<br><b>3800</b> ° |
|                              |            |                |               |  | <sup>10</sup> Surface 1    | Location         |                                       |           |   |
| UL or lot no.                | Section    | Township       | Range         | Lot Idn                                | Feet from the              | North/South line | Feet From the                         | East/West | t line County                           |
| 0                            | 33         | 21S            | 32E           |  | 150                        | SOUTH            | 1750                                  | T LEA     |   |
| *                            |            |                | 11 <b>I</b>   | Bottom H                               | ole Location               | If Different Fro | om Surface                            |           |   |
| UL or lot no.                | Section    | Township       | Range         | Lot Idn                                | Feet from the              | North/South line | Feet from the                         | East/West | t line County                           |
| A                            | 28         | 21S            | 32E           |  | 100                        | NORTH            | 440                                   | EAS'      | T LEA                                   |
| <sup>2</sup> Dedicated Acres | 3 Joint    | or Infill 14 ( | Consolidation | Code 15 C                              | Order No.                  |                  |                                       |           |   |

UPERATUR CERTIFICAL 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 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 such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature Date 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. 09-03-2020 Date of Survey Signature and Seal of 19680 Certificate Number



#### **Section Plat**

Lobo 28/33 Fed Com #718H (WOPA) E2E2 of Section 28 & E2E2 of Section 33 T21S-R32E, Lea County, NM



#### Tract 1: E2E2 of Section 28 - Federal Lse. NMNM 58938

Mewbourne Oil Company \*OXY USA, Inc. ConocoPhillips Company Fasken Acquisitions '02, Ltd. 128 Holdings, LLC Penroc Oil Corporation Desert Production, Inc.

#### Tract 2: E2E2 of Section 33 - Federal Lse. NMNM 086710

Mewbourne Oil Company

Permian Resources

Crescent Conventional, LLC

Contango ERA II Sunrise WI LLC

128 Holdings, LLC

Penroc Oil Corporation

Desert Production, Inc.

Fasken Acquisitions '02, Ltd.

ConocoPhillips Company

\*Magnum Hunter Production, Inc. \*Foran Oil Company + MR & Permian 6.

\*BP America Production Company

<sup>\*</sup>Indicates parties being pooled.

### Exhibit 2

#### TRACT OWNERSHIP

Lobo 33/28 Fed Com #725H (W0OB)
W2E2 of Section 28 & W2E2 of Section 33,
Township 21 South, Range 32 East
Lea County, New Mexico
and
Lobo 33/28 Fed Com #728H (W0PA)

Lobo 33/28 Fed Com #728H (W0PA)
E2E2 of Section 28 & E2E2 of Section 33,
Township 21 South, Range 32 East
Lea County, New Mexico

#### **Wolfcamp Formation:**

|  | % Leasehold Interest |
|--|----------------------|
| Mewbourne Oil Company<br>500 West Texas, Ste. 1020<br>Midland, Texas 79701   | 51.501243%           |
| *OXY USA, Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521 Attn: Ms. Amber Delach                            | 17.937790%           |
| ConocoPhillips Company<br>600 W. Illinois Ave.<br>Midland, Texas 79701<br>Attn: Mr. Brian Trejo Rojo                   | 14.854935%           |
| *Foran Oil Company + MRC Permian 6. 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240 Attn: Permian Land Manager        | 4.375287%            |
| *Magnum Hunter Production Company<br>6001 Deauville Blvd., Suite 300N<br>Midland, Texas 79706<br>Attn: Mr. Dylan Park  | 4.375287%            |
| *BP America Production Company<br>501 Westlake Park Blvd.<br>Houston, Texas 77079-2696<br>Attn: Ms. Stephanie Sullivan | 2.742725%            |

| Fasken Acquisitions 02, Ltd., a Texas Limited Partnership c/o Fasken Management, LLC, its General Partner 6101 Holiday Hill Road Midland, Texas 79707 |         | 2.699189%  |
|---|---------|------------|
| Permian Resources 300 N. Marienfeld Street, Suite 1000 Midland, Texas 79701   |         | 0.625422%  |
| Contango ERA Sunrise II WI LLC<br>600 Travis Street, Suite 7200<br>Houston, Texas 77002   |         | 0.379919%  |
| 128 Holdings, LLC<br>P.O. Box 54584<br>Oklahoma City, Oklahoma 73154  |         | 0.246701%  |
| Crescent Conventional, LLC<br>600 Travis Street, Suite 7200<br>Houston, Texas 77002   |         | 0.113482%  |
| Penroc Oil Corporation P.O. Box 2769 Hobbs, New Mexico 88241  |         | 0.074010%  |
| Desert Production, Inc. P.O. Box 351 Midland, Texas 79702   |         | 0.074010%  |
|   | Total . | 100.00000% |

<sup>\*</sup>Total interest being pooled: 30.056511%



# Summary of Communications Lobo 28/33 Fed Com #626H (B3OB) Lobo 28/33 Fed Com #725H (W0OB) Lobo 28/33 Fed Com #728H (W0PA)

| Company N | ame: MRC Permian Com      | pany  |
|-----------|---------------------------|---|
| Date:     | Communicated with:        | Comments/Actions:   |
| 4/19/2023 | David Johns/Nick<br>Weeks | Mailed well proposals via certified mail dated 4/19/2023.   |
| 4/25/2023 |                           | Certified Mail receipt showed successful delivery at 11:06 AM   |
| 4/24/2023 | David Johns/Nick<br>Weeks | Mailed JOA proposal via certified mail.   |
| 4/28/2023 |                           | Certified Mail receipt showed successful delivery at 11:05 AM.  |
| 5/18/2023 | Nick Weeks                | I emailed Nick regarding a title opinion.   |
| 5/18/2023 | Nick Weeks                | Nick emailed me with a copy of the lease where they acquired interest in this area.                                     |
| 6/2/2023  | Clay Wooten               | Clay emailed me with technical question for the wells.  |
| 6/2/2023  | Clay Wooten               | I emailed Clay back with answers.   |
| 6/7/2023  | Clay Wooten               | I emailed Clay asking for any updates on their elections.   |
| 6/8/2023  | Clay Wooten               | Clay emailed me that he is following up with his team.  |
| 6/14/2023 | Clay Wooten               | Clay called me and we spoke by phone. He followed up with an email summarizing our conversation.                        |
| 6/27/2023 | Diane Strickling          | Diane emailed me signed AFEs from MRC for these wells, but never sent in a signed JOA.                                  |
| 7/7/2023  | Clay Wooten               | I emailed Clay with updated Exhibit A numbers for their review, per their request.                                      |
| 7/12/2023 | Clay Wooten               | I emailed Clay asking for update on their review.   |
| 7/12/2023 | Clay Wooten               | Clay responded that they'd review it next week and get back to me.  |
| 7/20/2023 | Clay Wooten               | I emailed Clay asking for update on their review.   |
| 7/25/2023 | Clay Wooten               | I emailed Clay asking for update on their review.   |
| 7/26/2023 | Clay Wooten               | I emailed Clay asking for update on their review.   |
| 7/31/2023 | Clay Wooten               | I emailed Clay asking for update on their review.   |
| 8/1/2023  | Clay Wooten               | I emailed Clay asking for update on their review.   |
| 8/3/2023  | Clay Wooten               | Clay emailed me letting me know they would meet to discuss this with management and get back to me.                     |
| 8/3/2023  | Clay Wooten               | I emailed Clay answering a question he had on formations.   |
| 8/9/2023  | Clay Wooten               | I emailed Clay asking for an update on their review.  |
| 8/16/2023 | Clay Wooten               | Clay emailed me that someone else in his office has sent my manager marketing questions.                                |
| 8/21/2023 | Corey Mitchell            | My manager sent questions (as we negotiate the JOA with MRC) to our marketing group and waiting to hear back from them. |

| Company N | ame: OXY USA Inc.  |  |
|-----------|--------------------|--|
| Date:     | Communicated with: | Comments/Actions:  |
| 4/19/2023 | Jonathan Gonzales  | Mailed & emailed well proposals via certified mail dated 4/19/2023.                              |
| 4/20/2023 | Jonathan Gonzales  | Jonathan emailed me to say that he forwarded the proposal to Amber Delach who handles this area. |
| 4/20/2023 | Amber Delach       | Amber emailed me asking for the JOA and interest.  |
| 4/21/2023 | Amber Delach       | I responded to Amber's email with answers.   |
| 4/24/2023 |                    | Certified Mail receipt showed successful delivery at 5:06 PM                                     |
| 4/24/2023 | Amber Delach       | Mailed JOA proposal via certified mail.  |
| 4/27/2023 |                    | Certified Mail receipt showed successful delivery at 5:06 PM.                                    |

| Company N | ame: Foran Oil Company |  |
|-----------|------------------------|--|
| Date:     | Communicated with:     | Comments/Actions:  |
| 4/21/2023 |                        | Mailed well proposals via certified mail dated 4/21/2023.    |
| 4/24/2023 |                        | Mailed JOA proposal via certified mail dated 4/24/2023.      |
| 4/27/2023 |                        | Certified Mail receipt showed successful delivery at 5:06 PM |

| Company N | ame: Magnum Hunter Pr | oduction Company   |
|-----------|-----------------------|--|
| Date:     | Communicated with:    | Comments/Actions:  |
| 4/19/2023 | Dylan Park            | Mailed well proposals via certified mail dated 4/21/2023.        |
| 4/26/2023 |                       | Certified Mail receipt showed successful delivery at 5:05 PM     |
| 4/24/2023 | Dylan Park            | Mailed JOA proposal via certified mail dated 4/24/2023.          |
| 4/25/2023 | Dylan Park            | Dylan emailed me to ask some technical questions on these wells. |
| 4/25/2023 | Dylan Park            | I emailed Dylan back with answers.                               |
| 5/24/2023 |                       | Certified Mail receipt showed successful delivery at 5:12 PM.    |

| Company N | ame: Permian Resources | (fka Centennial Resource Production, LLC)                    |
|-----------|------------------------|--|
| Date:     | Communicated with:     | Comments/Actions:  |
| 4/21/2023 | Gavin Smith            | Mailed well proposals via certified mail dated 4/21/2023.    |
| 4/28/2023 |                        | Certified Mail receipt showed successful delivery at 5:07 PM |
| 4/24/2023 | Gavin Smith            | Mailed JOA proposal via certified mail dated 4/24/2023.      |
| 4/29/2023 |                        | Certified Mail receipt showed successful delivery at 5:07 PM |
| 5/23/2023 | Travis Macha           | Travis emailed me asking interest question.                  |
| 5/23/2023 | Travis Macha           | Travis emailed me asking to disregard last email.            |
| 5/23/2023 | Kathryn Hanson         | Kathryn emailed me asking interest question.                 |
| 5/23/2023 | Kathryn Hanson         | I responded to Kathryn with answer.                          |
| 6/22/2023 | Kathryn Hanson         | Kathryn emailed me with copies of Com Agreement signatures   |
|           |                        | for all the wells.   |

#### MEWBOURNE OIL COMPANY

FASKEN CENTER
500 WEST TEXAS, SUITE 1020
MIDLAND, TX 79701

TELEPHONE (432) 682-3715 FACSIMILE (432) 685-4170

April 19, 2023

Via E-Mail & Certified Mail

OXY USA Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521 Attn: Mr. Jonathan Gonzales

Re: Lobo 33/28 Fed Com #626H (B3OB) Lobo 33/28 Fed Com #725H (W0OB) Lobo 33/28 Fed Com #728H (W0PA) Section 33: All & Section 28: SW & E2 T21S, R32E, Lea County, New Mexico

Dear Sir or Madam:

Mewbourne Oil Company ("Mewbourne") hereby proposes to drill the referenced horizontal Bone Spring and Wolfcamp wells. The referenced wells will be drilled as stated below:

- The Lobo 33/28 Fed Com #626H (B3OB) will be at a surface location 150' FSL & 1780' FEL (Sec 33) and a bottom
  hole location approximately 100' FNL & 1330' FEL (Sec 28) both in T-21-S, R-32-E, Lea County, New Mexico. We
  anticipate drilling to an approximate true vertical depth of 11,860 feet and an approximate measured depth of 22,130
  feet. The estimated cost to casing point for this well is \$4,347,700 and estimated cost of producing well is \$11,644,400.
- 2. The Lobo 33/28 Fed Com #725H (W0OB) will be at a surface location 150' FSL & 1810'FEL (Sec 33) and a bottom hole location approximately 100' FNL & 1980' FEL (Sec 28) both in T-21-S, R-32-E, Lea County, New Mexico. We anticipate drilling to an approximate true vertical depth of 12,040 feet and an approximate measured depth of 22,320 feet. The estimated cost to casing point for this well is \$4,402,600 and estimated cost of producing well is \$12,737,100.
- 3. The Lobo 33/28 Fed Com #728H (W0PA) will be at a surface location 150' FSL & 1750' FEL (Sec 33) and a bottom hole location approximately 100' FNL & 440' FEL (Sec 28) both in T-21-S, R-32-E, Lea County, New Mexico. We anticipate drilling to an approximate true vertical depth of 12,050 feet and an approximate measured depth of 22,400 feet. The estimated cost to casing point for this well is \$4,409,000 and estimated cost of producing well is \$12,745,300.

To facilitate the drilling of these wells and the development of this project area, Mewbourne proposes forming a working interest unit by signing an Operating Agreement with a Contract Area comprised of the SW & E2 of Section 28 and All of Section 33. Our Joint Operating Agreement (JOA), to follow, will contain 100%/300% non-consent penalty, \$8,000.00/\$800 drilling/producing rates, no depth limitations and MOC will be listed as Operator.

Enclosed are Mewbourne's AFEs for the wells. To make your election to participate in the proposed wells, properly execute and return the AFEs within 30 days of receipt of same. Mewbourne's AFEs provide all participants the opportunity to opt out of the "Extra Expense Well Control Insurance" that Mewbourne purchases for each well it drills. If you do opt out, you must provide evidence that you have adequate "Well Control Insurance".

Feel free to contact me if you have any questions. I can be reached by phone at (432) 682-3715 or via email at asalgado@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY

asalgado.

Adriana Salgado

#### Adriana Salgado

From: Sent: webmaster@simplecertifiedmail.com Monday, April 24, 2023 5:06 PM

To:

Adriana Salgado

Subject:

[EXT] Document Delivered



#### **Document Delivered**

A document with a tracking code of 9414836104262720346048 and reference number of Lobo was successfully delivered to Mr. Jonathan Gonzales at OXY USA Inc.

This is an "Advisory Notice" from information provided by the United State Postal Service, and may not accurately reflect the delivery status of the item. Please check the Delivery Information Report in SimpleCertifiedMail.com to ensure the item was "Delivered" and not "Returned"

If you have questions or concerns, please let us know.

Regards,

The Client Services Group-Assistance

SimpleCertifiedMail.com
111 Commonwealth Court, Suite 103
Carv, NC 27511-4447

888-462-1750 ext. 2 | assistance@simplecertifiedmail.com

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#### MEWBOURNE OIL COMPANY

FASKEN CENTER 500 WEST TEXAS, SUITE 1020 MIDLAND, TX 79701

TELEPHONE (432) 682-3715 FACSIMILE (432) 685-4170

April 24, 2023

Via Certified Mail

OXY USA Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521 Attn: Ms. Amber Delach

Re: Lobo 33/28 WIU JOA Proposal

Section 28: E2 & SW Section 33: All

T21S, R32E, Lea County, New Mexico

Dear Sir or Madam.

Enclosed for your further handling regarding the captioned prospect and lands is our Operating Agreement dated May 1, 2023. The Operating Agreement is to coincide with the well proposals/AFEs I sent by letter dated April 21, 2023.

Regarding the above, please have the signature pages of the Operating Agreement executed, notarized and returned to me, whereby you will retain the Operating Agreement for your file.

Should you have any questions regarding the above, feel free to contact me if you have any questions. I can be reached by phone at (432) 682-3715 or via email at <a href="mailto:asalgado@mewbourne.com">asalgado@mewbourne.com</a>.

Sincerely,

MEWBOURNE OIL COMPANY

Adriana Salgado Landman

asalgado.

#### Adriana Salgado

From: Sent: webmaster@simplecertifiedmail.com Thursday, April 27, 2023 5:06 PM

To:

Adriana Salgado

Subject:

[EXT] Document Delivered



#### **Document Delivered**

A document with a tracking code of 9402836104262731406903 and reference number of Lobo was successfully delivered to Ms. Amber Delach at OXY USA Inc.

This is an "Advisory Notice" from information provided by the United State Postal Service, and may not accurately reflect the delivery status of the item. Please check the Delivery Information Report in SimpleCertifiedMail.com to ensure the item was "Delivered" and not "Returned"

If you have questions or concerns, please let us know.

Regards,

The Client Services Group-Assistance

SimpleCertifiedMail.com

111 Commonwealth Court, Suite 103

Carv. NC 27511-4447

888-462-1750 ext. 2 assistance@simplecertifiedmail.com

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AUTHORIZATION FOR EXPENDITURE

| Well Name                    | e:   | LC               | во:     | 33/28 FED COM #728H (W0PA)   |                  | Pros    | pect: LC        | DBO 33                   |                        |                |                        |
|------------------------------|--|------------------|---------|--|------------------|---------|-----------------|--------------------------|------------------------|----------------|------------------------|
| Location:                    | SL: 15   | 0 FSL & 17       | 50 FE   | L (33); BHL: 100 FNL & 440 FEL (   | 28)              | C       | ounty: Le       | a                        |                        | s <sup>-</sup> | T: NM                  |
| Sec. 33                      | В  | c: Surv          | ey:     |  | TWP: [           | 215     | RNG:            | 32E Prop. TVI            | D: 12050               | TMD:           | 22400                  |
|                              |  |                  | INTA    | NGIBLE COSTS 0180  |                  |         | CODE            | ТСР                      | CODE                   |                | СС                     |
| Regulatory                   | Permits  |                  |         |  |                  |         | 0180-010        |                          | 0180-0200              |                |                        |
| Location / R                 | Road / S   | ite / Prepara    | tion    |  |                  |         | 0180-010        |                          | 0180-0205              |                | \$35,000               |
| Location / R                 | COMPANIES OF THE PARTY OF THE P |                  |         |  |                  |         | 0180-010        |                          | 0180-0206              |                | \$66,000               |
|                              | urnkey   | / Footage D      | rilling | 26 days drlg / 3 days comp @   | \$30000/d        |         | 0180-011        |                          | 0180-0210              |                | \$96,100               |
| Fuel                         | and the  |                  |         | 1700 gal/day @ \$3.9/gal   |                  |         | 0180-011        |                          | 0180-0214              |                | \$398,000              |
| Alternate Fu                 |  | addition a       |         |  |                  |         | 0180-011        |                          | 0180-0215              | -              | \$121,000              |
| Mud, Chem<br>Mud - Spec      |  | additives        |         |  |                  |         | 0180-012        |                          | 0180-0220              |                |                        |
| Horizontal D                 |  | Services         |         |  |                  |         | 0180-012        | \$250,000                | 0180-0221              |                | \$200,000              |
| Stimulation                  |  |                  |         | ***************************************  |                  |         |                 |                          | 0180-0222              |                | \$40,000               |
| Cementing                    |  |                  |         |  |                  |         | 0180-012        | \$165,000                | 0180-0225              |                | \$50,000               |
| Logging & V                  | Vireline   | Services         |         |  |                  |         | 0180-013        |                          | 0180-0230              |                | \$592,000              |
| Casing / Tu                  | bing / S   | nubbing Ser      | vices   |  |                  |         | 0180-013        |                          | -                      |                | \$15,000               |
| Mud Loggin                   | g  |                  |         |  |                  |         | 0180-013        | 7 \$15,000               |                        |                |                        |
| Stimulation                  |  |                  |         | 81 Stg 25.3 MM gai / 25.3 MI   | M lb             |         |                 |                          | 0180-0241              | \$             | 3,633,000              |
| Stimulation                  |  | & Other          |         |  |                  |         |                 |                          | 0180-0242              |                | \$349,000              |
| Water & Oth                  | her  |                  |         | 601,000bbls PW @ \$0.35/bbl  | s f/ Aris        |         | 0180-014        |                          | 0180-0245              |                | \$223,500              |
| Bits                         | D  | . 0 :            |         |  |                  |         | 0180-014        |                          | 0180-0248              |                |                        |
| Inspection 8                 |  |                  |         |  |                  |         | 0180-015        |                          | 0180-0250              |                | \$5,000                |
| Testing & F                  |  |                  |         |  |                  |         | 0180-0154       |                          | 0180-0254              |                | \$10,000               |
| Completion                   |  |                  |         |  |                  |         | 0180-015        | \$12,000                 | 0180-0258              |                | \$24,000               |
| Rig Mobiliza                 |  | -10, 11/19       |         |  |                  |         | 0180-0164       | \$154,000                | 0180-0260              |                | \$10,500               |
| Transportati                 |  |                  |         |  |                  |         | 0180-016        |                          | 0180-0265              |                | \$30,000               |
|                              |  | tion & Maint.    | Servi   | ces  |                  |         | 0180-0168       |                          | 0180-0268              |                | \$16,500               |
| Contract Se                  | rvices   | & Supervision    | 1       |  |                  |         | 0180-0170       |                          | 0180-0270              |                | \$80,000               |
| Directional S                |  |                  |         | Includes Vertical Control  |                  |         | 0180-0175       |                          |                        |                | 400,000                |
| Equipment I                  | Rental   |                  |         |  |                  |         | 0180-0180       |                          | 0180-0280              |                | \$33,000               |
| Well / Lease                 |  |                  |         |  |                  |         | 0180-0184       |                          | 0180-0284              |                |                        |
| Well / Lease                 |  |                  |         |  |                  |         | 0180-0185       | \$5,800                  | 0180-0285              |                |                        |
| Intangible S                 | upplies  |                  |         |  |                  |         | 0180-0188       | \$7,000                  | 0180-0288              |                | \$1,000                |
| Damages                      |  |                  |         |  |                  |         | 0180-0190       |                          | 0180-0290              |                | \$10,000               |
|                              |  | ct, ROW Ea       | seme    | nts  |                  |         | 0180-0192       |                          | 0180-0292              |                | \$5,000                |
| Company S<br>Overhead F      |  |                  |         |  |                  |         | 0180-0198       |                          | 0180-0295              |                | \$43,200               |
| Contingenci                  |  | ile              | 5%      | (TCP) 5% (CC)  |                  |         | 0180-0196       |                          | 0180-0296              |                | \$20,000               |
| Contingence                  | 00   |                  | 370     | (ICF) 5% (CC)  |                  |         | 0180-0199       |                          | 0180-0299              |                | \$305,300              |
|                              |  |                  |         |  | 10               | OTAL    |                 | \$3,244,900              |                        | \$             | 6,412,100              |
|                              |  |                  | TAN     | GIBLE COSTS 0181   |                  |         |                 |                          | -                      |                |                        |
| Casing (19.1<br>Casing (10.1 |  |                  |         |  |                  |         | 0181-0793       |                          |                        |                |                        |
| Casing (8.1"                 |  |                  |         | 90' - 13 3/8" 54.5# J-55 ST&C @ \$76.3/  |                  |         | 0181-0794       |                          |                        |                |                        |
| Casing (6.1"                 |  |                  |         | 650' - 9 5/8" 40# HCL80 LT&C @ \$60.8  |                  |         | 0181-0795       |                          |                        |                |                        |
| Casing (4.1"                 |  |                  |         | 1700' - 7" 29# HPP110 BT&C @ \$59.83<br>0900' - 4 1/2" 13.5# HCP-110 CDC-HTC   |                  |         | 0181-0796       | \$747,600                |                        |                | 0000 000               |
| Tubing                       | 0.0  |                  |         | 1450' - 3 1/2" 9.2# L-80 IPC Tbg @ \$23  |                  | -       |                 |                          | 0181-0797<br>0181-0798 |                | \$389,600              |
| Drilling Head                | d  |                  | ,       | 1400 - 0 1/2 5.2# E-00 IF C 10g @ \$25   | . 1 1/11         |         | 0181-0860       | \$50,000                 | 0181-0798              |                | \$282,600              |
| Tubing Head                  | d & Upp  | er Section       |         |  |                  |         | 0.01-0000       | 000,000                  | 0181-0870              |                | \$30,000               |
| Horizontal C                 |  |                  | C       | completion Liner Hanger  |                  |         |                 |                          | 0181-0871              |                | \$75,000               |
| Subsurface                   | Equip.   | & Artificial Lit | t       |  |                  |         |                 |                          | 0181-0880              |                | \$25,000               |
| Service Pur                  |  |                  | (       | 1/3) TP/CP/Circ pump   |                  |         |                 |                          | 0181-0886              |                | \$21,400               |
| Storage Tan                  |  |                  |         | 1/3) 6 OT/5 WT/GB  |                  |         |                 |                          | 0181-0890              |                | \$135,400              |
| Emissions C                  |  |                  |         | 1/3) (3)VRT/(1)VRU/(1)FLARE/(3)KO/1)A  |                  |         |                 |                          | 0181-0892              |                | \$134,300              |
| Separation /                 |  |                  |         | 1/3) (1)BULK H SEP/(1)TEST H SEP/(1)   | V SEP/(2)VF      | T/(1)H  |                 |                          | 0181-0895              |                | \$64,100               |
| Automation I                 | line. Di   | oe Malyane 1     | ieo o   | AS LINE PIPE/FITTINGS + GL INJECT  | 1011             |         |                 |                          | 0181-0898              |                | \$71,600               |
| Water Pipeli                 | ne-Pin   | Valves & M       | isc G   | ING LINE PIPE/FIT HINGS + GL INJECT  | ION              |         | -               | -                        | 0181-0900              |                | \$44,300               |
| On-site Valv                 |  |                  |         |  |                  |         |                 | -                        | 0181-0901              |                | \$13,500               |
| Wellhead Flo                 |  |                  |         |  |                  |         |                 |                          | 0181-0906              |                | \$150,000              |
| Cathodic Pro                 | otection   |                  |         |  |                  |         |                 | -                        | 0181-0907              |                | ₩ 1 <del>4</del> 0,000 |
| Electrical Ins               |  |                  |         | ATTACHMEN  | 1                |         |                 |                          | 0181-0909              |                | \$172,600              |
| Equipment In                 |  |                  |         | 111  | 1                |         |                 |                          | 0181-0910              |                | \$116,700              |
| Oil/Gas Pipe                 | eline - C  | onstruction      |         |  |                  |         |                 |                          | 0181-0920              |                | \$38,700               |
| Water Pipeli                 | ne - Co  | nstruction       |         | The Company Assetts at the Company of the Company o |                  |         |                 |                          | 0181-0921              |                | \$10,600               |
|                              |  |                  |         |  | TO               | DTAL    |                 | \$1,164,100              |                        |                | \$1,924,200            |
|                              |  |                  |         |  | SUBTO            |         |                 |                          |                        | -              |                        |
|                              |  |                  | -       |  | 30610            | JIAL    |                 | \$4,409,000              |                        |                | \$8,336,300            |
| C. to E                      |  |                  |         | TOTAL V  | VELL CO          | ST      |                 | \$12,7                   | 45,300                 |                |                        |
| Extra Expense                |  |                  | d bu    |  |                  |         |                 |                          |                        |                |                        |
|                              | Opera  | or has secured   | Extra E | Operator's Extra Expense Insurance a<br>expense Insurance covering costs of well cont  | rol, clean up a  | oroport | ling as estima  | re of the premium        | 0-0185                 |                |                        |
|                              | l elec   | t to nurchase    | my o    | wn well control incurance nellow   |                  |         |                 |                          | J-0 105.               |                |                        |
| Joint owner                  | II neitr   | er box is checke | indahor | IP CON-congrating working interest access along  | s to be covere   | d by Op | erator's well o | control insurance.       |                        |                |                        |
| conditions.                  | -9. ees il   |                  | WIII    | be provided by operator, if available, at the sp   | pecified rate. C | perator | reserves the    | right to adjust the rate | e due to a char        | nge in ma      | ket                    |
| Pren                         | pared by   |                  |         | Andy Taylor  |                  | Det     | 4146151         |                          |                        |                |                        |
|                              |  |                  | ,       | estattae   |                  | Date:   | 4/13/202        | 3                        |                        |                |                        |
| Company A                    | pproval  |                  | 4       | - سورها  |                  | Date:   | 4/13/202        | 3                        |                        |                |                        |
| Joint Owner                  | r Intere   | st:              |         | Amount:  |                  |         |                 |                          |                        |                |                        |
| Joint Owne                   |  |                  |         |  | Signature        | ۵٠      |                 |                          |                        |                |                        |
|                              |  | 3 8 - 21 - 1     | 7 17    | И  | o.g.iatai        |         |                 |                          |                        |                |                        |

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

APPLICATION OF MEWBOURNE OIL COMPANY FORCOMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 23767

#### SELF-AFFIRMED STATEMENT OF JORDAN CARRELL

Jordan Carrell deposes and states:

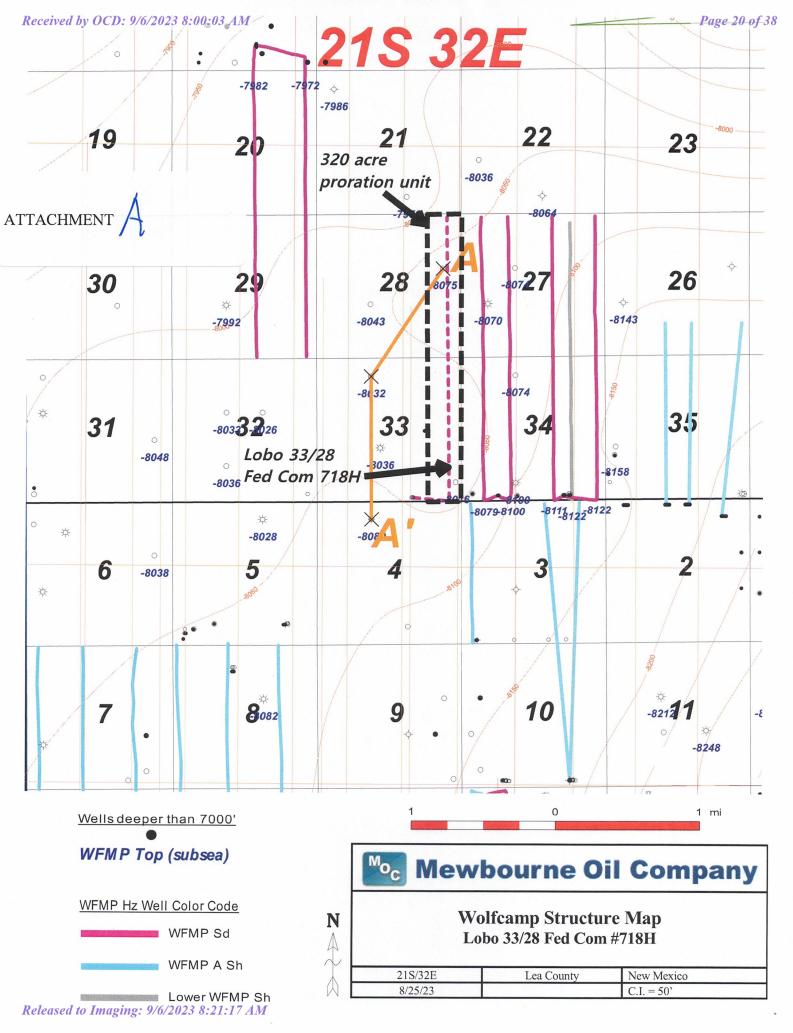
- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am a geologist for Mewbourne Oil Company ("Mewbourne"), and I am familiar with the geological matters involved in this case. I have been qualified by the Division as an expert petroleum geologist.
  - 3. The following geological plats are attached hereto:
  - (a) Attachment A is a structure map on the top of the Wolfcamp Formation. It shows that structure dips gently to the southeast. It also shows Wolfcamp wells in the area of the proposed Lobo 33/28 Fed. Com. Well No. 718H and a line of cross-section.
  - (b) Attachment B is a cross section of the upper Wolfcamp showing the target zone for the subject well. The target for the well is the Wolfcamp Y Sand. The well logs on the cross-section give a representative sample of the Wolfcamp in this area. The upper Wolfcamp is continuous and uniformly thick across the well unit.
  - 4. I conclude from the maps that:
  - (a) The horizontal spacing unit is justified from a geologic standpoint.
  - (b) The target zone is continuous and of relatively uniform thickness across the well unit.
  - (c) Each quarter-quarter section in the well unit will contribute more or less equally to production from the target zone.
  - (d) There is no faulting or other geologic impediment in the area which will affect drilling of the subject well.

EXHIBIT

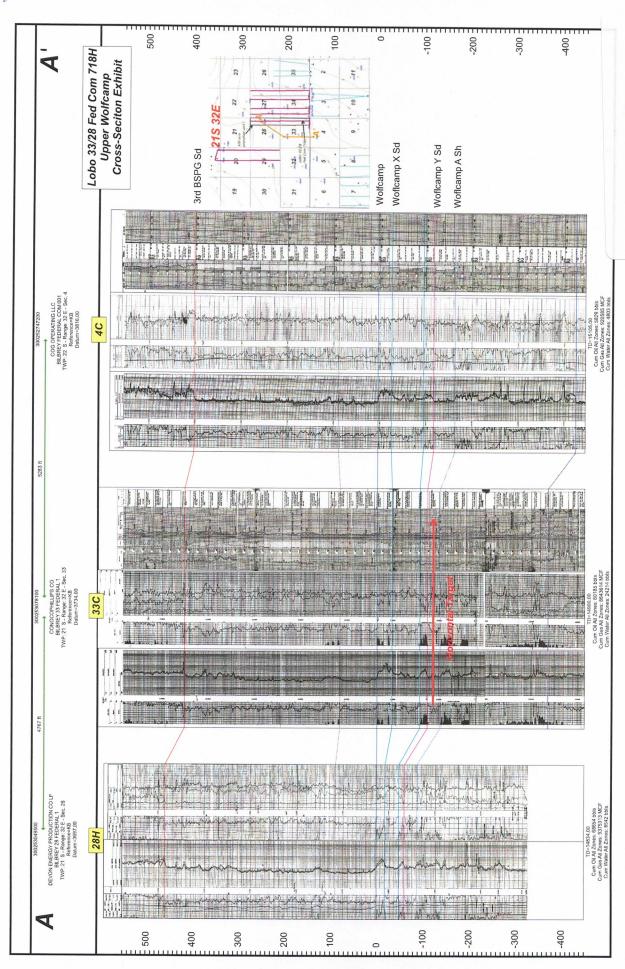
- 5. Exhibit C contains production data from nearby Wolfcamp wells. Standup wells are preferred.
- 6. Attachment D contains the horizontal drilling plan for the proposed well. The producing interval of the well will be orthodox.

I understand that this Self-Affirmed Statement will be used as written testimony in these cases. I affirm that my testimony in paragraphs 1 through 6 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Jordan Carrell



ATTACHMENT



|                                   |                         |            |                |            | 222           |               |   |       |                |
|-----------------------------------|-------------------------|------------|----------------|------------|---------------|---------------|---|-------|----------------|
| Well Name                         | Operator                | API        | Location       | Comp Date  | Cum Oil (MBO) | Cum Gas (BCF) | Cum Oil (MBO) Cum Gas (BCF) Cum Water (MBW) | NS/EW | Zone           |
| CAPER 20 29 W0BO FEDERAL COM 1H   | MEWBOURNE OIL CO        | 3002550286 | 20B29O/21S/32E | 3/15/2023  | 50            | 0.1           | 198   | SN    | WFMP SD        |
| CAPER 20 29 WOAP FEDERAL COM 1H   | MEWBOURNE OIL CO        | 3002550029 | 20A29P/21S/32E | 3/1/2023   | 09            | 0.1           | 213   | SN    | WFMP SD        |
| BILBREY 34 27 WOMD FEDERAL COM 1H | MEWBOURNE OIL CO        | 3002546262 | 34M27D/21S/32E | 12/18/2019 | 665           | 1.3           | 1809  | SN    | WFMP SD        |
| BILBREY 34 27 WONC FEDERAL COM 1H | MEWBOURNE OIL CO        | 3002546261 | 34N27C/21S/32E | 12/18/2019 | 553           | 1.            | 1802  | SN    | WFMP SD        |
| BILBREY 34 27 W00B FEDERAL COM 2H | MEWBOURNE OIL CO        | 3002548170 | 34O27B/21S/32E | 4/1/2021   | 443           | 0.0           | 1496  | SN    | WFMP SD        |
| BILBREY 34 27 W0PA FEDERAL COM 1H | MEWBOURNE OIL CO        | 3002546277 | 34P27A/21S/32E | 4/1/2021   | 385           | 0.8           | 1632  | SN    | WFMP SD        |
| BILBREY 34 27 W2PA FEDERAL COM 1H | MEWBOURNE OIL CO        | 3002545008 | 34P27A/21S/32E | 12/19/2018 | 362           | 1.2           | 3653  | SN    | LOWER WFMP SH  |
| ANDERSON FEDERAL COM 702H         | ADVANCE ENERGY PARTNERS | 3002549658 | 35N26N/21S/32E | 5/1/2022   | 161           | 0.3           | 586   | NS    | WFMP A SH      |
| ANDERSON FEDERAL COM 703H         | ADVANCE ENERGY PARTNERS | 3002549483 | 350260/21S/32E | 5/1/2022   | 149           | 0.4           | 656   | NS    | WFMP A SH      |
| ANDERSON FEDERAL COM 705H         | ADVANCE ENERGY PARTNERS | 3002549484 | 35P26P/21S/32E | 5/1/2022   | 121           | 0.4           | 845   | NS    | WFMP A SH      |
| NINA CORTELL FEDERAL COM 201H     | MATADOR PROD CO         | 3002544554 | 3MD/22S/32E    | 12/22/2018 | 211           | 9.0           | 520   | NS    | WFMP A SH      |
| NINA CORTELL FEDERAL COM 203H     | MATADOR PROD CO         | 3002549628 | 1003B/22S/32E  | 4/1/2023   | 42            | 0.1           | 155   | NS    | WFMP A SH      |
| NINA CORTELL FEDERAL COM 204H     | MATADOR PROD CO         | 3002549629 | 10P3A/22S/32E  | 3/1/2023   | 39            | 0.1           | 179   | NS    | WFMP A SH      |
| DR PI FEDERAL UNIT 18 7 IPP 31H   | OXY USA INC             | 3002548160 | 18M7D/22S/32E  | 10/13/2022 | 414           | 1.1           | 515   | NS    | WFMP A SH      |
| DR PI FEDERAL UNIT 18 7 IPP 32H   | OXY USA INC             | 3002548024 | 18N7C/22S/32E  | 10/1/2022  | 356           | 1.0           | 465   | NS    | WFMP A SH      |
| DR PI FEDERAL UNIT 18 7 IPP 34H   | OXY USA INC             | 3002548025 | 1807B/22S/32E  | 10/1/2022  | 412           | 1.0           | 495   | NS    | WFMP A SH      |
| DR PI FEDERAL UNIT 17 8 DA 31H    | OXY USA INC             | 3002549147 | 17M8D/22S/32E  | 8/29/2022  | 471           | 1.1           | 483   | NS    | WFMP A SH      |
| DR PI FEDERAL UNIT 17 8 DA 32H    | OXY USA INC             | 3002549148 | 17N8C/22S/32E  | 8/29/2022  | 467           | 1.3           | 483   | NS    | WFMP A SH      |
| DR PI FEDERAL UNIT 17 8 DA 34H    | OXY USA INC             | 3002548951 | 1708B/22S/32F  | 8/16/2022  | 367           | 80            | 540   | OIA   | MATERIAD A OLI |

ATTACHMENT <

### **Mewbourne Oil Company**

Lea County, New Mexico NAD 83 Lobo 33/28 W0PA Fed Com #1H

Sec 33, T21S, R32E

SHL: 150' FSL & 1750' FEL, Sec 33 BHL: 100' FNL & 440' FEL, Sec 28

Plan: Design #1

### **Standard Planning Report**

28 October, 2020

ATTACHMENT



Database: Company: Project:

Hobbs

Mewbourne Oil Company Lea County, New Mexico NAD 83 Lobo 33/28 W0PA Fed Com #1H

Well: Sec 33, T21S, R32E

Wellbore: Design:

Site:

BHL: 100' FNL & 440' FEL, Sec 28

Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Lobo 33/28 W0PA Fed Com #1H WELL @ 3829.0usft (Original Well Elev) WELL @ 3829.0usft (Original Well Elev)

Grid

Minimum Curvature

Project

Lea County, New Mexico NAD 83

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

Map Zone:

Site

Well

Lobo 33/28 W0PA Fed Com #1H

Site Position:

From: Мар Position Uncertainty:

Sec 33, T21S, R32E

Northing: Easting: 0.0 usft

Slot Radius:

520,190.00 usft Latitude: 743,889.00 usft 13-3/16 "

520,190.00 usft

Longitude: **Grid Convergence:** 

32.4283579 -103.6768519

0.35°

**Well Position** 

+N/-S +E/-W

Design #1

0.0 usft 0.0 usft 0.0 usft

Northing: Easting:

743,889.00 usft Wellhead Elevation: 3,829.0 usft Latitude: Longitude:

**Ground Level:** 

32.4283579 -103.6768519

3.801.0 usft

**Position Uncertainty** Wellbore

BHL: 100' FNL & 440' FEL, Sec 28

Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (°) (°) (nT) IGRF2010 12/31/2014 7.21 60.27 48,370

Design Audit Notes:

Version:

**Vertical Section:** 

Phase: Depth From (TVD)

(usft)

0.0

**PROTOTYPE** +N/-S

(usft)

0.0

Tie On Depth: +E/-W (usft) 0.0

0.0

Direction (°) 6.89

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) | TFO<br>(°) | Target             |
|-----------------------------|--------------------|---------|-----------------------------|-----------------|-----------------|-------------------------------|------------------------------|-----------------------------|------------|--------------------|
| 0.0                         | 0.00               | 0.00    | 0.0                         | 0.0             | 0.0             | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 790.0                       | 0.00               | 0.00    | 790.0                       | 0.0             | 0.0             | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 1,275.8                     | 7.29               | 95.49   | 1,274.4                     | -3.0            | 30.7            | 1.50                          | 1.50                         | 0.00                        | 95.49      |                    |
| 11,173.8                    | 7.29               | 95.49   | 11,092.6                    | -123.0          | 1,280.3         | 0.00                          | 0.00                         | 0.00                        | 0.00       |                    |
| 11,659.5                    | 0.00               | 0.00    | 11,577.0                    | -126.0          | 1,311.0         | 1.50                          | -1.50                        | 0.00                        | 180.00     | KOP: 10' FSL & 44  |
| 12,414.4                    | 90.66              | 359.65  | 12,054.0                    | 356.5           | 1,308.1         | 12.01                         | 12.01                        | 0.00                        | -0.35      |                    |
| 22,392.7                    | 90.66              | 359.65  | 11,939.0                    | 10,334.0        | 1,248.0         | 0.00                          | 0.00                         | 0.00                        | 0.00       | BHL: 100' FNL & 44 |

Database: Company: Hobbs

Mewbourne Oil Company Project: Lea County, New Mexico NAD 83 Site: Lobo 33/28 W0PA Fed Com #1H

Well: Sec 33, T21S, R32E

Wellbore: BHL: 100' FNL & 440' FEL, Sec 28 Design: Design #1

Local Co-ordinate Reference:

**TVD Reference:** MD Reference: North Reference:

Survey Calculation Method:

Site Lobo 33/28 W0PA Fed Com #1H WELL @ 3829.0usft (Original Well Elev) WELL @ 3829.0usft (Original Well Elev)

Minimum Curvature

| gn:                         | Design #1          |                | CONTRACTOR DESCRIPTION AND ADDRESS OF THE PARTY OF THE PA |                 |                 |                               |                               |                              |                             |
|-----------------------------|--------------------|----------------|--|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| ned Survey                  |                    |                |  |                 |                 |                               |                               |                              |                             |
| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft)  | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
| 0.                          |                    | 0.00           | 0.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
|                             | FSL & 1750' FEL (  | (Sec 33)       |  |                 |                 |                               |                               |                              |                             |
| 100.                        |                    | 0.00           | 100.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 200.                        |                    | 0.00           | 200.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 300.                        | 0.00               | 0.00           | 300.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 400.                        | 0.00               | 0.00           | 400.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 500.                        | 0.00               | 0.00           | 500.0  | 0.0             | 0.0             | 0.0                           |                               |                              |                             |
| 600.                        |                    | 0.00           | 600.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 700.                        |                    | 0.00           | 700.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 790.                        |                    | 0.00           | 790.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 800.                        |                    | 95.49          | 800.0  | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                |  | 0.0             | 0.0             | 0.0                           | 1.50                          | 1.50                         | 0.00                        |
| 900.                        |                    | 95.49          | 900.0  | -0.2            | 1.6             | 0.0                           | 1.50                          | 1.50                         | 0.00                        |
| 1,000.0                     |                    | 95.49          | 999.9  | -0.6            | 5.7             | 0.1                           | 1.50                          | 1.50                         | 0.00                        |
| 1,100.0                     |                    | 95.49          | 1,099.7  | -1.2            | 12.5            | 0.3                           | 1.50                          | 1.50                         | 0.00                        |
| 1,200.0                     |                    | 95.49          | 1,199.2  | -2.1            | 21.9            | 0.5                           | 1.50                          | 1.50                         | 0.00                        |
| 1,275.8                     | 7.29               | 95.49          | 1,274.4  | -3.0            | 30.7            | 8.0                           | 1.50                          | 1.50                         | 0.00                        |
| 1,300.0                     | 0 7.29             | 95.49          | 1,298.5  | -3.2            | 33.8            | 0.8                           | 0.00                          |                              |                             |
| 1,400.0                     |                    | 95.49          | 1,397.7  |                 |                 |                               |                               | 0.00                         | 0.00                        |
| 1,500.0                     |                    | 95.49          | 1,496.9  | -4.5            | 46.4            | 1.1                           | 0.00                          | 0.00                         | 0.00                        |
| 1,600.0                     |                    | 95.49<br>95.49 | 1,596.1  | -5.7            | 59.0            | 1.4                           | 0.00                          | 0.00                         | 0.00                        |
| 1,700.0                     |                    | 95.49          | 1,695.3  | -6.9<br>-8.1    | 71.6            | 1.8                           | 0.00                          | 0.00                         | 0.00                        |
|                             |                    | 33.43          | 1,095.5  | -0.1            | 84.3            | 2.1                           | 0.00                          | 0.00                         | 0.00                        |
| 1,800.0                     |                    | 95.49          | 1,794.5  | -9.3            | 96.9            | 2.4                           | 0.00                          | 0.00                         | 0.00                        |
| 1,900.0                     |                    | 95.49          | 1,893.7  | -10.5           | 109.5           | 2.7                           | 0.00                          | 0.00                         | 0.00                        |
| 2,000.0                     |                    | 95.49          | 1,992.8  | -11.7           | 122.1           | 3.0                           | 0.00                          | 0.00                         | 0.00                        |
| 2,100.0                     | 7.29               | 95.49          | 2,092.0  | -13.0           | 134.8           | 3.3                           | 0.00                          | 0.00                         | 0.00                        |
| 2,200.0                     | 7.29               | 95.49          | 2,191.2  | -14.2           | 147.4           | 3.6                           | 0.00                          | 0.00                         | 0.00                        |
| 2,300.0                     | 7.29               | 95.49          | 2,290.4  | -15.4           | 160.0           | 3.9                           | 0.00                          | 0.00                         | 0.00                        |
| 2,400.0                     |                    | 95.49          | 2,389.6  | -16.6           | 172.6           | 4.2                           | 0.00                          | 0.00                         | 0.00                        |
| 2,500.0                     |                    | 95.49          | 2,488.8  | -17.8           | 185.3           | 4.5                           | 0.00                          | 0.00                         | 0.00                        |
| 2,600.0                     |                    | 95.49          | 2,588.0  | -19.0           | 197.9           | 4.8                           | 0.00                          | 0.00                         | 0.00                        |
| 2,700.0                     |                    | 95.49          | 2,687.2  | -20.2           | 210.5           | 5.2                           | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                |  |                 |                 |                               |                               |                              |                             |
| 2,800.0                     |                    | 95.49          | 2,786.4  | -21.4           | 223.1           | 5.5                           | 0.00                          | 0.00                         | 0.00                        |
| 2,900.0                     |                    | 95.49          | 2,885.6  | -22.7           | 235.8           | 5.8                           | 0.00                          | 0.00                         | 0.00                        |
| 3,000.0                     |                    | 95.49          | 2,984.8  | -23.9           | 248.4           | 6.1                           | 0.00                          | 0.00                         | 0.00                        |
| 3,100.0                     |                    | 95.49          | 3,084.0  | -25.1           | 261.0           | 6.4                           | 0.00                          | 0.00                         | 0.00                        |
| 3,200.0                     | 7.29               | 95.49          | 3,183.2  | -26.3           | 273.6           | 6.7                           | 0.00                          | 0.00                         | 0.00                        |
| 3,300.0                     | 7.29               | 95.49          | 3,282.3  | -27.5           | 286.3           | 7.0                           | 0.00                          | 0.00                         | 0.00                        |
| 3,400.0                     | 7.29               | 95.49          | 3,381.5  | -28.7           | 298.9           | 7.3                           | 0.00                          | 0.00                         | 0.00                        |
| 3,500.0                     | 7.29               | 95.49          | 3,480.7  | -29.9           | 311.5           | 7.6                           | 0.00                          | 0.00                         | 0.00                        |
| 3,600.0                     |                    | 95.49          | 3,579.9  | -31.2           | 324.1           | 7.9                           | 0.00                          | 0.00                         | 0.00                        |
| 3,700.0                     | 7.29               | 95.49          | 3,679.1  | -32.4           | 336.8           | 8.2                           | 0.00                          | 0.00                         | 0.00                        |
| 3,800.0                     | 7.29               | 05.40          |  |                 |                 |                               |                               |                              |                             |
| 3,800.0                     |                    | 95.49<br>95.49 | 3,778.3  | -33.6           | 349.4           | 8.6                           | 0.00                          | 0.00                         | 0.00                        |
| 4,000.0                     |                    | 95.49          | 3,877.5<br>3,976.7   | -34.8<br>-36.0  | 362.0<br>374.6  | 8.9<br>9.2                    | 0.00                          | 0.00                         | 0.00                        |
| 4,100.0                     |                    | 95.49          | 4,075.9  | -37.2           | 387.3           | 9.2                           | 0.00                          | 0.00                         | 0.00                        |
| 4,200.0                     |                    | 95.49          | 4,175.1  | -37.2           | 399.9           | 9.5                           | 0.00                          | 0.00                         | 0.00<br>0.00                |
|                             |                    |                |  |                 |                 |                               |                               |                              |                             |
| 4,300.0                     |                    | 95.49          | 4,274.3  | -39.6           | 412.5           | 10.1                          | 0.00                          | 0.00                         | 0.00                        |
| 4,400.0                     |                    | 95.49          | 4,373.5  | -40.9           | 425.1           | 10.4                          | 0.00                          | 0.00                         | 0.00                        |
| 4,500.0                     |                    | 95.49          | 4,472.7  | -42.1           | 437.8           | 10.7                          | 0.00                          | 0.00                         | 0.00                        |
| 4,600.0                     |                    | 95.49          | 4,571.8  | -43.3           | 450.4           | 11.0                          | 0.00                          | 0.00                         | 0.00                        |
| 4,700.0                     | 7.29               | 95.49          | 4,671.0  | -44.5           | 463.0           | 11.3                          | 0.00                          | 0.00                         | 0.00                        |
| 4,800.0                     | 7.29               | 95.49          | 4,770.2  | -45.7           | 475.6           | 11.6                          | 0.00                          | 0.00                         | 0.00                        |
| 4.900.0                     |                    | 95.49          | 4 869 4  | -46.9           | 488 3           | 12.0                          | 0.00                          | 0.00                         | 0.00                        |

488.3

500.9

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12.3

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-46.9

-48.1

7.29

7.29

95.49

95.49

4,869.4

4,968.6

4,900.0

5,000.0

Database:

Site:

Hobbs

Company: Mewbourne Oil Company Project:

Lea County, New Mexico NAD 83 Lobo 33/28 W0PA Fed Com #1H

Well: Sec 33, T21S, R32E

Wellbore:

BHL: 100' FNL & 440' FEL, Sec 28

Design: Design #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Lobo 33/28 W0PA Fed Com #1H WELL @ 3829.0usft (Original Well Elev) WELL @ 3829.0usft (Original Well Elev)

Grid

Minimum Curvature

| Planned Surve | ey |
|---------------|----|
|---------------|----|

| ed Survey          |              |                |                    |                |                |                     |                |               |              |
|--------------------|--------------|----------------|--------------------|----------------|----------------|---------------------|----------------|---------------|--------------|
| Measured<br>Depth  | Inclination  | Azimuth        | Vertical<br>Depth  | +N/-S          | +E/-W          | Vertical<br>Section | Dogleg<br>Rate | Build<br>Rate | Turn<br>Rate |
| (usft)             | (°)          | (°)            | (usft)             | (usft)         | (usft)         | (usft)              | (°/100usft)    | (°/100usft)   | (°/100usft)  |
| 5,100.0            | 7.29         | 95.49          | 5,067.8            | -49.4          | 513.5          | 12.6                | 0.00           | 0.00          | 0.00         |
| 5,200.0            | 7.29         | 95.49          | 5,167.0            | -50.6          | 526.1          | 12.9                | 0.00           | 0.00          | 0.00         |
| 5,300.0            | 7.29         | 95.49          | 5,266.2            | -51.8          | 538.8          | 13.2                | 0.00           | 0.00          | 0.00         |
| 5,400.0            | 7.29         | 95.49          | 5,365.4            | -53.0          | 551.4          | 13.5                | 0.00           | 0.00          | 0.00         |
| 5,500.0            | 7.29         | 95.49          | 5,464.6            | -54.2          | 564.0          | 13.8                | 0.00           | 0.00          | 0.00         |
| 5,600.0            | 7.29         | 95.49          | 5,563.8            | -55.4          | 576.6          | 14.1                | 0.00           | 0.00          | 0.00         |
| 5,700.0            | 7.29         | 95.49          | 5,663.0            | -56.6          | 589.2          | 14.4                | 0.00           | 0.00          | 0.00         |
| 5,800.0            | 7.29         | 95.49          | 5,762.2            | -57.8          |                |                     |                |               |              |
| 5,900.0            | 7.29         | 95.49          | 5,861.3            | -57.6<br>-59.1 | 601.9<br>614.5 | 14.7                | 0.00           | 0.00          | 0.00         |
| 6,000.0            | 7.29         | 95.49          | 5,960.5            | -60.3          | 627.1          | 15.0<br>15.4        | 0.00           | 0.00          | 0.00         |
| 6,100.0            | 7.29         | 95.49          | 6,059.7            | -61.5          | 639.7          | 15.4                | 0.00           | 0.00          | 0.00         |
| 6,200.0            | 7.29         | 95.49          | 6,158.9            | -62.7          | 652.4          | 16.0                | 0.00           | 0.00          | 0.00         |
|                    |              |                |                    |                |                |                     |                |               |              |
| 6,300.0            | 7.29         | 95.49          | 6,258.1            | -63.9          | 665.0          | 16.3                | 0.00           | 0.00          | 0.00         |
| 6,400.0            | 7.29         | 95.49          | 6,357.3            | -65.1          | 677.6          | 16.6                | 0.00           | 0.00          | 0.00         |
| 6,500.0<br>6,600.0 | 7.29<br>7.29 | 95.49<br>95.49 | 6,456.5            | -66.3          | 690.2          | 16.9                | 0.00           | 0.00          | 0.00         |
| 6,700.0            | 7.29         |                | 6,555.7            | -67.6          | 702.9          | 17.2                | 0.00           | 0.00          | 0.00         |
|                    |              | 95.49          | 6,654.9            | -68.8          | 715.5          | 17.5                | 0.00           | 0.00          | 0.00         |
| 6,800.0            | 7.29         | 95.49          | 6,754.1            | -70.0          | 728.1          | 17.8                | 0.00           | 0.00          | 0.00         |
| 6,900.0            | 7.29         | 95.49          | 6,853.3            | -71.2          | 740.7          | 18.1                | 0.00           | 0.00          | 0.00         |
| 7,000.0            | 7.29         | 95.49          | 6,952.5            | -72.4          | 753.4          | 18.4                | 0.00           | 0.00          | 0.00         |
| 7,100.0            | 7.29         | 95.49          | 7,051.7            | -73.6          | 766.0          | 18.8                | 0.00           | 0.00          | 0.00         |
| 7,200.0            | 7.29         | 95.49          | 7,150.9            | -74.8          | 778.6          | 19.1                | 0.00           | 0.00          | 0.00         |
| 7,300.0            | 7.29         | 95.49          | 7,250.0            | -76.0          | 791.2          | 19.4                | 0.00           | 0.00          | 0.00         |
| 7,400.0            | 7.29         | 95.49          | 7,349.2            | -77.3          | 803.9          | 19.7                | 0.00           | 0.00          | 0.00         |
| 7,500.0            | 7.29         | 95.49          | 7,448.4            | -78.5          | 816.5          | 20.0                | 0.00           | 0.00          | 0.00         |
| 7,600.0            | 7.29         | 95.49          | 7,547.6            | -79.7          | 829.1          | 20.3                | 0.00           | 0.00          | 0.00         |
| 7,700.0            | 7.29         | 95.49          | 7,646.8            | -80.9          | 841.7          | 20.6                | 0.00           | 0.00          | 0.00         |
| 7,800.0            | 7.29         | 95.49          | 7,746.0            | -82.1          | 854.4          | 20.9                | 0.00           | 0.00          | 0.00         |
| 7,900.0            | 7.29         | 95.49          | 7,845.2            | -83.3          | 867.0          | 21.2                | 0.00           | 0.00          | 0.00         |
| 8,000.0            | 7.29         | 95.49          | 7,944.4            | -84.5          | 879.6          | 21.5                | 0.00           | 0.00          | 0.00         |
| 8,100.0            | 7.29         | 95.49          | 8,043.6            | -85.8          | 892.2          | 21.8                | 0.00           | 0.00          | 0.00         |
| 8,200.0            | 7.29         | 95.49          | 8,142.8            | -87.0          | 904.9          | 22.1                | 0.00           | 0.00          | 0.00         |
| 8,300.0            | 7.29         | 95.49          | 0.242.0            |                |                |                     |                |               |              |
| 8,400.0            | 7.29         | 95.49          | 8,242.0<br>8,341.2 | -88.2<br>-89.4 | 917.5          | 22.5                | 0.00           | 0.00          | 0.00         |
| 8,500.0            | 7.29         | 95.49          | 8,440.4            | -89.4<br>-90.6 | 930.1<br>942.7 | 22.8<br>23.1        | 0.00           | 0.00          | 0.00         |
| 8,600.0            | 7.29         | 95.49          | 8,539.5            | -90.8<br>-91.8 | 942.7<br>955.4 | 23.1                | 0.00           | 0.00          | 0.00         |
| 8,700.0            | 7.29         | 95.49          | 8,638.7            | -93.0          | 968.0          | 23.4                | 0.00           | 0.00          | 0.00<br>0.00 |
|                    |              |                |                    |                |                |                     |                |               |              |
| 8,800.0            | 7.29         | 95.49          | 8,737.9            | -94.2          | 980.6          | 24.0                | 0.00           | 0.00          | 0.00         |
| 8,900.0<br>9,000.0 | 7.29<br>7.29 | 95.49          | 8,837.1            | -95.5          | 993.2          | 24.3                | 0.00           | 0.00          | 0.00         |
| 9,000.0            | 7.29         | 95.49<br>95.49 | 8,936.3            | -96.7          | 1,005.9        | 24.6                | 0.00           | 0.00          | 0.00         |
| 9,200.0            | 7.29         | 95.49          | 9,035.5<br>9,134.7 | -97.9          | 1,018.5        | 24.9                | 0.00           | 0.00          | 0.00         |
|                    |              |                |                    | -99.1          | 1,031.1        | 25.2                | 0.00           | 0.00          | 0.00         |
| 9,300.0            | 7.29         | 95.49          | 9,233.9            | -100.3         | 1,043.7        | 25.5                | 0.00           | 0.00          | 0.00         |
| 9,400.0            | 7.29         | 95.49          | 9,333.1            | -101.5         | 1,056.4        | 25.9                | 0.00           | 0.00          | 0.00         |
| 9,500.0<br>9,600.0 | 7.29         | 95.49          | 9,432.3            | -102.7         | 1,069.0        | 26.2                | 0.00           | 0.00          | 0.00         |
| 9,700.0            | 7.29<br>7.29 | 95.49          | 9,531.5            | -104.0         | 1,081.6        | 26.5                | 0.00           | 0.00          | 0.00         |
|                    |              | 95.49          | 9,630.7            | -105.2         | 1,094.2        | 26.8                | 0.00           | 0.00          | 0.00         |
| 9,800.0            | 7.29         | 95.49          | 9,729.9            | -106.4         | 1,106.9        | 27.1                | 0.00           | 0.00          | 0.00         |
| 9,900.0            | 7.29         | 95.49          | 9,829.0            | -107.6         | 1,119.5        | 27.4                | 0.00           | 0.00          | 0.00         |
| 10,000.0           | 7.29         | 95.49          | 9,928.2            | -108.8         | 1,132.1        | 27.7                | 0.00           | 0.00          | 0.00         |
| 10,100.0           | 7.29         | 95.49          | 10,027.4           | -110.0         | 1,144.7        | 28.0                | 0.00           | 0.00          | 0.00         |
| 10,200.0           | 7.29         | 95.49          | 10,126.6           | -111.2         | 1,157.4        | 28.3                | 0.00           | 0.00          | 0.00         |
| 10,300.0           | 7.29         | 95.49          | 10,225.8           | -112.4         | 1,170.0        | 28.6                | 0.00           | 0.00          | 0.00         |
| 10,400.0           | 7.29         | 95.49          | 10,325.0           | -113.7         | 1,182.6        | 28.9                | 0.00           | 0.00          | 0.00         |

Database:

Project:

Site:

Hobbs

Company: Mewbourne Oil Company

Lea County, New Mexico NAD 83 Lobo 33/28 W0PA Fed Com #1H

Well: Sec 33, T21S, R32E

Wellbore: BHL: 100' FNL & 440' FEL, Sec 28

Design: Design #1 Local Co-ordinate Reference:

**TVD Reference:** MD Reference: North Reference:

Survey Calculation Method:

Site Lobo 33/28 W0PA Fed Com #1H WELL @ 3829.0usft (Original Well Elev) WELL @ 3829.0usft (Original Well Elev)

Minimum Curvature

| Plann | ed | Sur | /ey |
|-------|----|-----|-----|
|       |    |     |     |

| d Survey                    |                   |         |                             |         |                    |                     |                |               |              |
|-----------------------------|-------------------|---------|-----------------------------|---------|--------------------|---------------------|----------------|---------------|--------------|
| Measured<br>Depth<br>(usft) | Inclination       | Azimuth | Vertical<br>Depth<br>(usft) | +N/-S   | +E/-W              | Vertical<br>Section | Dogleg<br>Rate | Build<br>Rate | Turn<br>Rate |
|                             | (°)               | (°)     |                             | (usft)  | (usft)             | (usft)              | (°/100usft)    | (°/100usft)   | (°/100usft)  |
| 10,500.0                    | 7.29              | 95.49   | 10,424.2                    | -114.9  | 1,195.2            | 29.3                | 0.00           | 0.00          | 0.00         |
| 10,600.0                    | 7.29              | 95.49   | 10,523.4                    | -116.1  | 1,207.9            | 29.6                | 0.00           | 0.00          | 0.00         |
| 10,700.0                    | 7.29              | 95.49   | 10,622.6                    | -117.3  | 1,220.5            | 29.9                | 0.00           | 0.00          | 0.00         |
| 10,800.0                    | 7.29              | 95.49   | 10,721.8                    | -118.5  | 1,233.1            | 30.2                | 0.00           | 0.00          | 0.00         |
| 10,900.0                    | 7.29              | 95.49   | 10,821.0                    | -119.7  | 1,245.7            | 30.5                | 0.00           | 0.00          |              |
| 11,000.0                    | 7.29              | 95.49   | 10,920.2                    | -120.9  | 1,258.4            | 30.8                | 0.00           |               | 0.00         |
| 11,100.0                    | 7.29              | 95.49   | 11,019.4                    | -122.2  | 1,271.0            |                     |                | 0.00          | 0.00         |
| 11,173.8                    | 7.29              | 95.49   | 11,092.6                    | -123.0  | 1,280.3            | 31.1<br>31.3        | 0.00           | 0.00          | 0.00         |
|                             |                   |         |                             |         | 1,200.3            | 31.3                | 0.00           | 0.00          | 0.00         |
| 11,200.0                    | 6.89              | 95.49   | 11,118.6                    | -123.4  | 1,283.5            | 31.4                | 1.50           | -1.50         | 0.00         |
| 11,300.0                    | 5.39              | 95.49   | 11,218.0                    | -124.4  | 1,294.2            | 31.7                | 1.50           | -1.50         | 0.00         |
| 11,400.0                    | 3.89              | 95.49   | 11,317.7                    | -125.2  | 1,302.2            | 31.9                | 1.50           | -1.50         | 0.00         |
| 11,500.0                    | 2.39              | 95.49   | 11,417.5                    | -125.7  | 1,307.7            | 32.0                | 1.50           | -1.50         | 0.00         |
| 11,600.0                    | 0.89              | 95.49   | 11,517.5                    | -126.0  | 1,310.5            | 32.1                | 1.50           | -1.50         | 0.00         |
| 11,659.5                    | 0.00              | 0.00    | 11,577.0                    | -126.0  | 1,311.0            | 32.1                | 1.50           | -1.50         |              |
|                             | SL & 440' FEL (Se |         | 11,577.0                    | -120.0  | 1,311.0            | 32.1                | 1.50           | -1.50         | 0.00         |
| 11.700.0                    | 4.86              | 359.65  | 11,617.4                    | -124.3  | 1,311.0            | 22.0                | 12.01          | 40.04         | .0.00        |
| 11,800.0                    | 16.87             | 359.65  | 11,715.4                    | -124.5  | 1,311.0            | 33.8<br>52.5        | 12.01          | 12.01         | 0.00         |
| 11,900.0                    | 28.88             | 359.65  | 11,807.4                    | -66.7   |                    |                     | 12.01          | 12.01         | 0.00         |
| 11,957.4                    | 35.78             | 359.65  | 11,855.9                    | -36.0   | 1,310.6<br>1,310.5 | 90.9                | 12.01          | 12.01         | 0.00         |
|                             | SL & 440' FEL (Se |         | 11,000.9                    | -30.0   | 1,310.5            | 121.4               | 12.01          | 12.01         | 0.00         |
|                             | •                 |         |                             |         |                    |                     |                |               |              |
| 12,000.0                    | 40.89             | 359.65  | 11,889.3                    | -9.6    | 1,310.3            | 147.6               | 12.01          | 12.01         | 0.00         |
| 12,100.0                    | 52.90             | 359.65  | 11,957.5                    | 63.3    | 1,309.9            | 219.9               | 12.01          | 12.01         | 0.00         |
| 12,200.0                    | 64.91             | 359.65  | 12,009.0                    | 148.8   | 1,309.3            | 304.7               | 12.01          | 12.01         | 0.00         |
| 12,300.0                    | 76.92             | 359.65  | 12,041.7                    | 243.1   | 1,308.8            | 398.3               | 12.01          | 12.01         | 0.00         |
| 12,400.0                    | 88.94             | 359.65  | 12,053.9                    | 342.2   | 1,308.2            | 496.5               | 12.01          | 12.01         | 0.00         |
| 12,414.3                    | 90.66             | 359.65  | 12,054.0                    | 356.5   | 1,308.1            | 510.8               | 12.01          | 12.01         | 0.00         |
| LP: 507' FS                 | L & 440' FEL (Sec | : 33)   |                             |         |                    |                     |                |               | 0.00         |
| 12,500.0                    | 90.66             | 359.65  | 12,053.0                    | 442.1   | 1,307.6            | 595.7               | 0.00           | 0.00          | 0.00         |
| 12,600.0                    | 90.66             | 359.65  | 12,051.9                    | 542.1   | 1,307.0            | 694.9               | 0.00           | 0.00          | 0.00         |
| 12,700.0                    | 90.66             | 359.65  | 12,050.7                    | 642.1   | 1,306.4            | 794.1               | 0.00           | 0.00          | 0.00         |
| 12,800.0                    | 90.66             | 359.65  | 12,049.6                    | 742.1   | 1,305.8            | 893.3               | 0.00           | 0.00          | 0.00         |
| 12,900.0                    |                   |         |                             |         |                    |                     |                |               |              |
| 13,000.0                    | 90.66             | 359.65  | 12,048.4                    | 842.1   | 1,305.2            | 992.5               | 0.00           | 0.00          | 0.00         |
|                             | 90.66             | 359.65  | 12,047.3                    | 942.1   | 1,304.6            | 1,091.7             | 0.00           | 0.00          | 0.00         |
| 13,100.0                    | 90.66             | 359.65  | 12,046.1                    | 1,042.1 | 1,304.0            | 1,190.9             | 0.00           | 0.00          | 0.00         |
| 13,200.0                    | 90.66             | 359.65  | 12,044.9                    | 1,142.1 | 1,303.4            | 1,290.1             | 0.00           | 0.00          | 0.00         |
| 13,300.0                    | 90.66             | 359.65  | 12,043.8                    | 1,242.1 | 1,302.8            | 1,389.3             | 0.00           | 0.00          | 0.00         |
| 13,400.0                    | 90.66             | 359.65  | 12,042.6                    | 1,342.1 | 1,302.2            | 1,488.5             | 0.00           | 0.00          | 0.00         |
| 13,500.0                    | 90.66             | 359.65  | 12,041.5                    | 1,442.1 | 1,301.6            | 1,587.7             | 0.00           | 0.00          | 0.00         |
| 13,600.0                    | 90.66             | 359.65  | 12,040.3                    | 1,542.1 | 1,301.0            | 1,686.9             | 0.00           | 0.00          | 0.00         |
| 13,700.0                    | 90.66             | 359.65  | 12,039.2                    | 1,642.0 | 1,300.4            | 1,786.1             | 0.00           | 0.00          | 0.00         |
| 13,800.0                    | 90.66             | 359.65  | 12,038.0                    | 1,742.0 | 1,299.7            | 1,885.3             | 0.00           | 0.00          | 0.00         |
| 13,900.0                    | 90.66             | 359.65  | 12.036.9                    | 1,842.0 |                    |                     |                |               |              |
| 14,000.0                    | 90.66             | 359.65  | 12,035.9                    | 1,842.0 | 1,299.1<br>1,298.5 | 1,984.5             | 0.00           | 0.00          | 0.00         |
| 14,100.0                    | 90.66             | 359.65  | 12,034.6                    | 2,042.0 | 1,298.5            | 2,083.7             | 0.00           | 0.00          | 0.00         |
| 14,200.0                    | 90.66             | 359.65  | 12,033.4                    | 2,142.0 | 1,297.9            | 2,182.9             | 0.00           | 0.00          | 0.00         |
| 14,300.0                    | 90.66             | 359.65  | 12,032.3                    | 2,142.0 | 1,297.3            | 2,282.1<br>2,381.3  | 0.00           | 0.00          | 0.00         |
|                             |                   |         |                             |         |                    |                     |                | 0.00          | 0.00         |
| 14,400.0                    | 90.66             | 359.65  | 12,031.1                    | 2,342.0 | 1,296.1            | 2,480.5             | 0.00           | 0.00          | 0.00         |
| 14,500.0                    | 90.66             | 359.65  | 12,030.0                    | 2,442.0 | 1,295.5            | 2,579.7             | 0.00           | 0.00          | 0.00         |
| 14,600.0                    | 90.66             | 359.65  | 12,028.8                    | 2,542.0 | 1,294.9            | 2,678.9             | 0.00           | 0.00          | 0.00         |
| 14,700.0                    | 90.66             | 359.65  | 12,027.7                    | 2,642.0 | 1,294.3            | 2,778.1             | 0.00           | 0.00          | 0.00         |
| 14,800.0                    | 90.66             | 359.65  | 12,026.5                    | 2,742.0 | 1,293.7            | 2,877.3             | 0.00           | 0.00          | 0.00         |
| 14,900.0                    | 90.66             | 359.65  | 12,025.4                    | 2,841.9 | 1,293.1            | 2,976.5             | 0.00           | 0.00          | 0.00         |
| 15,000.0                    | 90.66             | 359.65  | 12,023.4                    | 2,941.9 | 1,293.1            | 3,075.7             | 0.00           | 0.00          | 0.00         |

Database:

Hobbs

Company: Project: Site: Mewbourne Oil Company Lea County, New Mexico NAD 83 Lobo 33/28 W0PA Fed Com #1H

Well: Wellbore: Sec 33, T21S, R32E

 Wellbore:
 BHL: 100' FNL & 440' FEL, Sec 28

 Design:
 Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Site Lobo 33/28 W0PA Fed Com #1H WELL @ 3829.0usft (Original Well Elev) WELL @ 3829.0usft (Original Well Elev)

Grid

Minimum Curvature

| esign:                      | Design #1          | MINARAS AND | and the local department of the latest |                    |                    |                               |                               |                              |                             |
|-----------------------------|--------------------|---|--|--------------------|--------------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| anned Survey                |                    |   |  |                    |                    |                               |                               |                              |                             |
| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°)                                  | Vertical<br>Depth<br>(usft)            | +N/-S<br>(usft)    | +E/-W<br>(usft)    | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
| 15,100.0                    | 90.66              | 359.65  | 12,023.0                               | 3,041.9            | 1,291.9            | 3,174.9                       | 0.00                          | 0.00                         | 0.00                        |
| 15,200.0                    | 90.66              | 359.65  | 12,021.9                               | 3,141.9            | 1,291.3            | 3,274.1                       | 0.00                          | 0.00                         | 0.00                        |
| 15,300.0                    | 90.66              | 359.65  | 12,020.7                               | 3,241.9            | 1,290.7            | 3,373.3                       | 0.00                          | 0.00                         | 0.00                        |
| 15,400.0                    | 90.66              | 359.65  | 12.010.6                               | 2 244 0            | 1 000 1            |                               |                               |                              |                             |
| 15,500.0                    | 90.66              | 359.65  | 12,019.6<br>12,018.4                   | 3,341.9            | 1,290.1            | 3,472.5                       | 0.00                          | 0.00                         | 0.00                        |
| 15,600.0                    | 90.66              |   |  | 3,441.9            | 1,289.5            | 3,571.7                       | 0.00                          | 0.00                         | 0.00                        |
| 15,700.0                    | 90.66              | 359.65  | 12,017.3                               | 3,541.9            | 1,288.9            | 3,670.9                       | 0.00                          | 0.00                         | 0.00                        |
| 15,800.0                    | 90.66              | 359.65  | 12,016.1                               | 3,641.9            | 1,288.3            | 3,770.1                       | 0.00                          | 0.00                         | 0.00                        |
| 13,800.0                    | 90.00              | 359.65  | 12,015.0                               | 3,741.9            | 1,287.7            | 3,869.3                       | 0.00                          | 0.00                         | 0.00                        |
| 15,900.0                    | 90.66              | 359.65  | 12,013.8                               | 3,841.9            | 1,287.1            | 3,968.5                       | 0.00                          | 0.00                         | 0.00                        |
| 16,000.0                    | 90.66              | 359.65  | 12,012.7                               | 3,941.9            | 1,286.5            | 4,067.7                       | 0.00                          | 0.00                         | 0.00                        |
| 16,100.0                    | 90.66              | 359.65  | 12,011.5                               | 4,041.8            | 1,285.9            | 4,166.9                       | 0.00                          | 0.00                         | 0.00                        |
| 16,200.0                    | 90.66              | 359.65  | 12,010.4                               | 4,141.8            | 1,285.3            | 4,266.1                       | 0.00                          | 0.00                         | 0.00                        |
| 16,300.0                    | 90.66              | 359.65  | 12,009.2                               | 4,241.8            | 1,284.7            | 4,365.3                       | 0.00                          | 0.00                         | 0.00                        |
| 16,400.0                    | 90.66              | 359.65  | 12,008.1                               |                    |                    |                               |                               |                              |                             |
| 16,500.0                    | 90.66              | 359.65  |  | 4,341.8            | 1,284.1            | 4,464.5                       | 0.00                          | 0.00                         | 0.00                        |
| 16,600.0                    | 90.66              |   | 12,006.9                               | 4,441.8            | 1,283.5            | 4,563.7                       | 0.00                          | 0.00                         | 0.00                        |
| 16,700.0                    | 90.66              | 359.65  | 12,005.8                               | 4,541.8            | 1,282.9            | 4,662.9                       | 0.00                          | 0.00                         | 0.00                        |
| 16,800.0                    |                    | 359.65  | 12,004.6                               | 4,641.8            | 1,282.3            | 4,762.1                       | 0.00                          | 0.00                         | 0.00                        |
| 10,000.0                    | 90.66              | 359.65  | 12,003.5                               | 4,741.8            | 1,281.7            | 4,861.2                       | 0.00                          | 0.00                         | 0.00                        |
| 16,900.0                    | 90.66              | 359.65  | 12,002.3                               | 4,841.8            | 1,281.1            | 4,960.4                       | 0.00                          | 0.00                         | 0.00                        |
| 17,000.0                    | 90.66              | 359.65  | 12,001.2                               | 4,941.8            | 1,280.5            | 5,059.6                       | 0.00                          | 0.00                         | 0.00                        |
| 17,100.0                    | 90.66              | 359.65  | 12,000.0                               | 5,041.8            | 1,279.9            | 5,158.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,200.0                    | 90.66              | 359.65  | 11,998.8                               | 5,141.8            | 1,279.3            | 5,258.0                       | 0.00                          | 0.00                         | 0.00                        |
| 17,221.2                    | 90.66              | 359.65  | 11,998.6                               | 5,163.0            | 1,279.1            | 5,279.1                       | 0.00                          | 0.00                         | 0.00                        |
| PPP2: 0' FSI                | _ & 440' FEL (Se   | c 28)   |  |                    |                    |                               |                               |                              |                             |
| 17,300.0                    | 90.66              | 359.65  | 11,997.7                               | 5,241.7            | 1,278.7            | 5,357.2                       | 0.00                          | 0.00                         | 0.00                        |
| 17,400.0                    | 90.66              | 359.65  | 11,996.5                               | 5,341.7            | 1,278.1            | 5,456.4                       | 0.00                          | 0.00                         | 0.00                        |
| 17,500.0                    | 90.66              | 359.65  | 11,995.4                               | 5,441.7            | 1,277.5            | 5,555.6                       | 0.00                          | 0.00                         | 0.00                        |
| 17,600.0                    | 90.66              | 359.65  | 11,994.2                               | 5,541.7            | 1,276.9            | 5,654.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,700.0                    | 90.66              | 359.65  | 11,993.1                               | 5,641.7            | 1,276.3            | 5,754.0                       | 0.00                          | 0.00                         | 0.00                        |
| 17,800.0                    | 90.66              | 250.05  | 44.004.0                               |                    |                    |                               |                               |                              |                             |
| 17,900.0                    | 90.66              | 359.65  | 11,991.9                               | 5,741.7            | 1,275.7            | 5,853.2                       | 0.00                          | 0.00                         | 0.00                        |
| 18,000.0                    | 90.66              | 359.65<br>359.65                                | 11,990.8                               | 5,841.7            | 1,275.1            | 5,952.4                       | 0.00                          | 0.00                         | 0.00                        |
| 18,100.0                    | 90.66              | 359.65  | 11,989.6                               | 5,941.7            | 1,274.5            | 6,051.6                       | 0.00                          | 0.00                         | 0.00                        |
| 18,200.0                    | 90.66              | 359.65  | 11,988.5                               | 6,041.7            | 1,273.9            | 6,150.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |   | 11,987.3                               | 6,141.7            | 1,273.3            | 6,250.0                       | 0.00                          | 0.00                         | 0.00                        |
| 18,300.0                    | 90.66              | 359.65  | 11,986.2                               | 6,241.7            | 1,272.6            | 6,349.2                       | 0.00                          | 0.00                         | 0.00                        |
| 18,400.0                    | 90.66              | 359.65  | 11,985.0                               | 6,341.7            | 1,272.0            | 6,448.4                       | 0.00                          | 0.00                         | 0.00                        |
| 18,500.0                    | 90.66              | 359.65  | 11,983.9                               | 6,441.6            | 1,271.4            | 6,547.6                       | 0.00                          | 0.00                         | 0.00                        |
| 18,600.0                    | 90.66              | 359.65  | 11,982.7                               | 6,541.6            | 1,270.8            | 6,646.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,700.0                    | 90.66              | 359.65  | 11,981.6                               | 6,641.6            | 1,270.2            | 6,746.0                       | 0.00                          | 0.00                         | 0.00                        |
| 18,800.0                    | 90.66              | 359.65  | 11 000 4                               | 6 744 6            |                    |                               |                               |                              |                             |
| 18,900.0                    | 90.66              | 359.65  | 11,980.4                               | 6,741.6            | 1,269.6            | 6,845.2                       | 0.00                          | 0.00                         | 0.00                        |
| 19,000.0                    | 90.66              | 359.65  | 11,979.3<br>11,978.1                   | 6,841.6            | 1,269.0            | 6,944.4                       | 0.00                          | 0.00                         | 0.00                        |
| 19,100.0                    | 90.66              | 359.65  | 11,978.1                               | 6,941.6<br>7,041.6 | 1,268.4            | 7,043.6                       | 0.00                          | 0.00                         | 0.00                        |
| 19,200.0                    | 90.66              | 359.65  | 11,975.8                               | 7,041.6            | 1,267.8<br>1,267.2 | 7,142.8<br>7,242.0            | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |   |  |                    |                    | 1,242.0                       | 0.00                          | 0.00                         | 0.00                        |
| 19,300.0                    | 90.66              | 359.65  | 11,974.6                               | 7,241.6            | 1,266.6            | 7,341.2                       | 0.00                          | 0.00                         | 0.00                        |
| 19,400.0                    | 90.66              | 359.65  | 11,973.5                               | 7,341.6            | 1,266.0            | 7,440.4                       | 0.00                          | 0.00                         | 0.00                        |
| 19,500.0                    | 90.66              | 359.65  | 11,972.3                               | 7,441.6            | 1,265.4            | 7,539.6                       | 0.00                          | 0.00                         | 0.00                        |
| 19,600.0                    | 90.66              | 359.65  | 11,971.2                               | 7,541.5            | 1,264.8            | 7,638.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,700.0                    | 90.66              | 359.65  | 11,970.0                               | 7,641.5            | 1,264.2            | 7,738.0                       | 0.00                          | 0.00                         | 0.00                        |
| 19,800.0                    | 90.66              | 359.65  | 11,968.9                               | 7,741.5            | 1,263.6            | 7,837.2                       | 0.00                          | 0.00                         | 0.00                        |
| 19,900.0                    | 90.66              | 359.65  | 11,967.7                               | 7,841.5            | 1,263.0            | 7,936.4                       | 0.00                          | 0.00                         | 0.00                        |
| 20,000.0                    | 90.66              | 359.65  | 11,966.6                               | 7,941.5            | 1,262.4            | 8,035.6                       | 0.00                          | 0.00                         | 0.00                        |
| 20.100.0                    | 90.66              | 359.65  | 11 965 4                               | 8 0/1 5            | 1 261 9            | 0,000.0                       | 0.00                          | 0.00                         | 0.00                        |

20,100.0

20,200.0

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1,261.2

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90.66

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11,964.3

Database: Company: Project:

Site:

Hobbs

Mewbourne Oil Company

Lea County, New Mexico NAD 83 Lobo 33/28 W0PA Fed Com #1H

Well: Sec 33, T21S, R32E

Wellbore: BHL: 100' FNL & 440' FEL, Sec 28

Design: Design #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Lobo 33/28 W0PA Fed Com #1H WELL @ 3829.0usft (Original Well Elev) WELL @ 3829.0usft (Original Well Elev)

Grid

Minimum Curvature

| d Survey                    |                    |                |                             |                 |                 |                               |                               |                              |                             |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
| 20,300.0                    | 90.66              | 359.65         | 11,963.1                    | 8,241.5         | 1,260.6         | 8,333.2                       | 0.00                          | 0.00                         | 0.00                        |
| 20,400.0                    | 90.66              | 359.65         | 11,962.0                    | 8,341.5         | 1,260.0         | 8,432.4                       | 0.00                          | 0.00                         | 0.00                        |
| 20,500.0                    | 90.66              | 359.65         | 11,960.8                    | 8,441.5         | 1,259.4         | 8,531.6                       | 0.00                          | 0.00                         |                             |
| 20,600.0                    | 90.66              | 359.65         | 11,959.7                    | 8,541.5         | 1,258.8         | 8,630.8                       | 0.00                          | 0.00                         | 0.00                        |
| 20,700.0                    | 90.66              | 359.65         | 11,958.5                    | 8,641.5         | 1,258.2         | 8,730.0                       | 0.00                          | 0.00                         | 0.00                        |
| 20,800.0                    | 90.66              | 359.65         | 11,957.4                    | 8,741.4         | 1,257.6         | 8,829.2                       | 0.00                          | 0.00                         | 0.00                        |
| 20,900.0                    | 90.66              | 359.65         | 11,956.2                    | 8,841.4         | 1,257.0         | 8,928.4                       | 0.00                          | 0.00                         | 0.00                        |
| 21,000.0                    | 90.66              | 359.65         | 11,955.1                    | 8,941.4         | 1,256.4         | 9.027.6                       | 0.00                          | 0.00                         | 0.00                        |
| 21,100.0                    | 90.66              | 359.65         | 11,953.9                    | 9,041.4         | 1,255.8         | 9,126.8                       | 0.00                          | 0.00                         | 0.00                        |
| 21,200.0                    | 90.66              | 359.65         | 11,952.7                    | 9,141.4         | 1,255.2         | 9,226.0                       | 0.00                          | 0.00                         | 0.00                        |
| 21,300.0                    | 90.66              | 359.65         | 11,951.6                    | 9,241.4         | 1,254.6         | 9,325.2                       | 0.00                          | 0.00                         | 0.00                        |
| 21,400.0                    | 90.66              | 359.65         | 11,950.4                    | 9,341.4         | 1,254.0         | 9,424.4                       | 0.00                          | 0.00                         | 0.00                        |
| 21,500.0                    | 90.66              | 359.65         | 11,949.3                    | 9,441.4         | 1,253.4         | 9,523.6                       | 0.00                          | 0.00                         | 0.00                        |
| 21,600.0                    | 90.66              | 359.65         | 11,948.1                    | 9,541.4         | 1,252.8         | 9,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 21,700.0                    | 90.66              | 359.65         | 11,947.0                    | 9,641.4         | 1,252.2         | 9,722.0                       | 0.00                          | 0.00                         | 0.00                        |
| 21,800.0                    | 90.66              | 359.65         | 11,945.8                    | 9,741.4         | 1,251.6         | 9,821.2                       | 0.00                          | 0.00                         | 0.00                        |
| 21,900.0                    | 90.66              | 359.65         | 11,944.7                    | 9,841.4         | 1,251.0         | 9,920.3                       | 0.00                          | 0.00                         | 0.00                        |
| 22,000.0                    | 90.66              | 359.65         | 11,943.5                    | 9,941.3         | 1,250.4         | 10,019.5                      | 0.00                          | 0.00                         | 0.00                        |
| 22,100.0                    | 90.66              | 359.65         | 11,942.4                    | 10,041.3        | 1,249.8         | 10,118.7                      | 0.00                          | 0.00                         | 0.00                        |
| 22,200.0                    | 90.66              | 359.65         | 11,941.2                    | 10,141.3        | 1,249.2         | 10,217.9                      | 0.00                          | 0.00                         | 0.00                        |
| 22,300.0                    | 90.66              | 359.65         | 11,940.1                    | 10,241.3        | 1,248.6         | 10,317.1                      | 0.00                          | 0.00                         | 0.00                        |
| 22,392.7                    | 90.66              | 359.65         | 11,939.0                    | 10,334.0        | 1,248.0         | 10,409.1                      | 0.00                          | 0.00                         | 0.00                        |

| Design Targets   |                  |                 |               |                 |                 |                    |                   |            | ADVIOLOGICAL TRANSPORTATION OF THE PROPERTY OF |
|--|------------------|-----------------|---------------|-----------------|-----------------|--------------------|-------------------|------------|--|
| Target Name - hit/miss target - Shape                          | Dip Angle<br>(°) | Dip Dir.<br>(°) | TVD<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Northing<br>(usft) | Easting<br>(usft) | Latitude   | Longitude  |
| SHL: 150' FSL & 1750' F - plan hits target cente - Point       | 0.00<br>er       | 0.00            | 0.0           | 0.0             | 0.0             | 520,190.00         | 743,889.00        | 32.4283579 | -103.6768519   |
| KOP: 10' FSL & 440' FE<br>- plan hits target cente<br>- Point  | 0.00<br>er       | 0.00            | 11,577.0      | -126.0          | 1,311.0         | 520,064.00         | 745,200.00        | 32.4279894 | -103.6726057   |
| FTP: 100' FSL & 440' FE<br>- plan hits target cente<br>- Point | 0.00<br>er       | 0.00            | 11,855.9      | -36.0           | 1,310.5         | 520,154.00         | 745,199.45        | 32.4282367 | -103.6726056   |
| BHL: 100' FNL & 440' FE<br>- plan hits target cente<br>- Point | 0.00             | 0.00            | 11,939.0      | 10,334.0        | 1,248.0         | 530,524.00         | 745,137.00        | 32.4567411 | -103.6726001   |
| PPP2: 0' FSL & 440' FEI<br>- plan hits target cente<br>- Point | 0.00             | 0.00            | 11,998.6      | 5,163.0         | 1,279.1         | 525,353.00         | 745,168.14        | 32.4425274 | -103.6726029   |
| LP: 507' FSL & 440' FEL<br>- plan hits target cente<br>- Point | 0.00             | 0.00            | 12,054.0      | 356.5           | 1,308.1         | 520,546.50         | 745,197.10        | 32.4293156 | -103.6726054   |

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

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 23765 - 23767

#### **SELF-AFFIRMED STATEMENT OF NOTICE**

| COUNTY OF SANTA FE  | )    |
|---------------------|------|
|                     | ) ss |
| STATE OF NEW MEXICO | )    |

James Bruce deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am an attorney for Mewbourne Oil Company.
- 3. Mewbourne Oil Company has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the applications filed herein.
- 4. Notice of the applications was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Attachment A.
  - 5. Applicant has complied with the notice provisions of Division Rules.

I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 5 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Date: 9/9/

James Bruce

EXHIBIT 4

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

August 16, 2023

#### **CERTIFIED MAIL - RETURN RECEIPT REQUESTED**

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of three applications for compulsory pooling, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, seeking the following relief:

Case No. 23765: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a proximity tract horizontal spacing unit comprised of the E/2 of Section 28 and the E/2 of Section 33, Township 21 South, Range 32 East, NMPM. The unit will be dedicated to the Lobo 33/28 Fed. Com. Well No. 626H;

Case No. 23766: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 28 and the W/2E/2 of Section 33, Township 21 South, Range 32 East, NMPM. The unit will be dedicated to the Lobo 33/28 Fed. Com. Well No. 725H; and

Case No. 23767: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 28 and the E/2E/2 of Section 33, Township 21 South, Range 32 East, NMPM. The unit will be dedicated to the Lobo 33/28 Fed. Com. Well No. 728H.

These matters are scheduled for hearing at 8:15 a.m. on Thursday, September 7, 2023. During the current circumstances, state buildings are closed to the public and the hearing will be conducted remotely. To view the hearing docket and to determine how to participate in an electronic hearing, go to <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>, or contact Marlene Salvidrez at <a href="mailto:Marlene.Salvidrez@emnrd.nm.gov">Marlene.Salvidrez@emnrd.nm.gov</a>. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from

ATTACHMENT

contesting these matters at a later date. A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than five business days before the hearing date. This statement may be filed online with the Division at <u>ocd.hearings@emnrd.nm.gov</u>, and should include: The name of the party and his or her attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate time the party will need to present his or her case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

James Bruce

Attorney for Mewbourne Oil Company

#### **EXHIBIT A**

MRC Permian Company 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240 Attn: Mr. Clay Wooten

BP America Production Company 501 Westlake Park Blvd. Houston, Texas 77079-2696 Attn: Ms. Stephanie Sullivan

OXY USA Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046-0521 Attn: Ms. Amber Delach

Foran Oil Company 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240 Attn: Permian Land Manager

Magnum Hunter Production Company 6001 Deauville Blvd., Suite 300N Midland, Texas 79706 Attn: Mr. Dylan Park

Centennial Resource Production, LLC 1001 17<sup>th</sup> Street, Suite 1800 Denver, Colorado 80202 Attn: Mr. Gavin Smith

Contange ERA II Sunrise WI LLC 600 Travis Street, Suite 7200 Houston, Texas 77002 Attn: Permian Land Manager

Crescent Conventional, LLC 600 Travis Street, Suite 7200 Houston, Texas 77002 Attn: Permian Land Manager

| .° moo; sdsm, www. te outsero     | 99  | ON 7500-02-000-90-47 See Reverse for instructions  | A. Signature  B. Racetyed by (Printed Name)  C. Date of Delivery  D. Is delivery address different from item 1?  Addressee  B. Racetyed by (Printed Name)  C. Date of Delivery  If YES, enter delivery address below:  Addressee  B. Racetyed by (Printed Name)  C. Date of Delivery  Addressee  B. Racetyed belivery  C. Date of Delivery  C. Date of Delivery  B. Signature Restricted Delivery  Collect on Mail Restricted Delivery  Collect on Delivery  Restricted Delivery  Restricted Delivery  Add Delivery  Restricted Delivery  Restricted Delivery  | Laba Domestic Return Receipt                 |
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|                                   | 27 27 2000 0873 75  | Sent To   Section   Sent To   Section   Sent To   Street and Apt No., or PO Box No.   Alta Ms. Amberation   City, State, ZIP+4*   PS Form 3800, April 2015 PSN 750-02:000-2047   | SECTION SECTION Son the reverse and to you. Than Site 110 her Delach the Dela | PS Form 3811, July 2020 PSN 7530-02-000-9053 |
| COMPLETE THIS SECTION ON DELIVERY | A. Signature  A. Signature  A. Signature  B. Received by (Printed Name)  C. Date of Delivery D. Is delivery address different from item 1?  If YES, enter delivery address below:   | 3. Service Type  Adult Signature  Adult Signature Restricted Delivery  Certified Mail@  Collect on Delivery  Collect on Delivery | 10 be  | PS Form 3811, July 20                        |
| ENDER: COMPLETE THIS SECTION      | Complete items 1, 2, and 3.  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 mailpliece, or on the front if space permits.  Article Addressed to:  Ream Oil Company, Suite 1500  Satol 1319 Freeway, Suite 1500  Satol 1319 Freeway, Suite 1500  Attach Parlian Land Manager  Attach Permitin Land Manager | 9590 9402 7635 2122 6774 40  | S Form 3811, July 2020 PSN 7530-02-000-9053  U.S. Postal Service"  CERTIFIED MAIL® RECEIPT  Domestic Mail Only.  For delivery information, visit our website at www.usps.com  Certified Mail Receipt the appropriate  States Receipt the appropriate  Certified Mail Restricted Delivery \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$  | City, State, ZIP+4®                          |

|                                   | CERTIFIED MAIL® RECEIM  Domestic Mail Only:  For delivery information, visit our website at www.usps.com  For delivery information.  | ck box, add fee as appropriate) |  | Postage  Total Postage and Fees  Sent To Since and Apt. No. or PO B. Atta: Mr. Clay Wooten  This State. ZIP44®   | PS Form 3800, April 2015 PSN 7830-02:000-9047 See Reverse for Instructions | A Signature  address on the reverse  In the card to you.  B. Beceived by (Printed Mame)  C. Date of Delivery  Ce permits.  D. Is delivery address different from item 1?  D. Is delivery address below:  D. Delect on Del |   |
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| SENDER: COMPLETE THIS SECTION     | ■ Complete items 1, ≥, and 3.  ■ 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. |                                 | Centennial Resource Production, LLC 1001 17th Street, Shire 1800 Denver, Colonada 80202 Attr: Mr. Gavrin Smith | 2. Artiol 7020 010 010 0143 1  | PS Form 3811, July 2020 PSN 7530-02-000-9053                               | U.S. Postal Service"  CERTIFIED MAIL® RECEIPT  Domestic Mail Only  For delivery information, visitour website at www.usps.com  Gertified Mail Fee  Extra Services & Fees (check box, add fee as appropriate)  Certified Mail Restricted Delivery \$  Adult Signature Restricted Delivery \$  Postage  Contamilities and Fees  Contamilities and Fees  Sent 10  Sent 10  Sent 10  Delivery Colonel 8000000000000000000000000000000000000  | Gity, State, ZIP+4* PS Form 3800, April 2015 PSN 73902-000,9047 See Reverse |

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| Signature  Signature  Signature  B. Received by (Printed Name)  D. Is delivery address different from item 1?  If YES, enter delivery address below:  If YES, enter delivery address below:  Service Type  Adult Signature Restricted Delivery  Woorfield Mail Restricted Delivery  Collect on Delivery  Restrict  Restrict  Restrict  Signature  Signature  Collect on Delivery  Collect on Delivery  Collect on Delivery  Collect on Delivery  Cover \$5500)  Cover \$5500  Domestic F   | IPT Vww.usps.com°.   | Postmark Here   |
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| Sent To  BP America Production Company 501 Westlake Park Blvd. Houston, Texas 77079-2696 Attn: Ms. Stephanie Sullivan  |                            |
| City, State, ZiP146 PS Form 3800, April 2015 PSN 7550-02-000-9047 Se   | e Reverse for Instructions |

#### **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated August 27, 2023 and ending with the issue dated August 27, 2023.

Publisher

Sworn and subscribed to before me this 27th day of August 2023.

Business Manager

My commission expires

danuary 29 AP2 OF NEW MEXICO
(Seal) NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

#### LEGAL NOTICE August 27, 2023

To: MRC Permian Company, BP America Production Company, OXY USA Inc., Foran Oil Company, Magnum Hunter Production Company, Centennial Resource Production, LLC, Contange ERA II Sunrise WI LLC, and Crescent Conventional, LLC, or your successors or assigns: Mewbourne Oil Company has the following:

Case No. 23765: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a E/2 of Section 33, Township 21 South, Range 32 East, NMPM, Lea County, New Mexico. The unit will be dedicated to the Lobo 33/28 Fed. Com. Well No. 626H;

Case No. 23766: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 28 and the W/2E/2 of Section 33, Township dedicated to the Lobo 33/28 Fed. Com. Well No. 725H; and

Case No. 23767: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 28 and the E/2E/2 of Section 33, Township dedicated to the Lobo 33/28 Fed. Com. Well No. 728H.

Also to be considered will be the cost of drilling, completing, testing, and equipping the wells and the allocation of the cost thereof, as well as actual of the wells, and a 200% charge for the risk involved in drilling, completing, September 7, 2023 at 8:15 a.m. During the current circumstances, state view the hearing docket and to determine how to participate in an electronic Salvidrez at Marlene. Salvidrez@emnrd.nm.gov. You are not required to attend application, you may appear and present testimony. Failure to appear at that at a later date. A party appearing in a Division case is required by Division Rules hearing date. This statement may be filed online with the Division at or her attorney; a concise statement of the case; the name of the party and his the provided to the hearing; the approximate time the party and his the provided to the hearing; the hearing Statement must also need to present his or her case; and identification of any procedural matters that be provided to the attorney for application of any procedural matters that be provided to the attorney for applicant, James Bruce, P.O. Box 1056, Santa approximately 8 miles south-southeast of Halfway, New Mexico.

EXHIBIT

01101711

00281943

JAMES BRUCE JAMES BRUCE, ATTORNEY AT LAW P.O. BOX 1056 SANTA FE, NM 87504