NSL NSP

PLEL 1618340355

ABOVE THIS I HIS FOR SIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505



NSC- 7444 NSP- 20489

	F	ADMINISTRATIVE APPLICATION CHECKLIST	
TH	IIS CHECKLIST IS MA	NDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE	REGULATIONS
Applic	[DHC-Down [PC-Poo	idard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedic thole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commin of Commingling] [OLS - Off-Lease Storage] [OLM-Off-Loase Measuromen [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] ified Enhanced Oil Recovery Certification] [PPR-Positive Production Resp	ngling] nt] ensel
[1]	[A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication NSL NSP SD One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM	CIL COMIANY
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR	
	[D]	Other: Specify	3 7
[2]	NOTIFICAT [A]	TION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners	ECEIVED OCI
	[B]	Offset Operators, Leaseholders or Surface Owner	3 3
	[C]	Application is One Which Requires Published Legal Notice	= 8
	[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	Company of the Company
	[E]	For all of the above, Proof of Notification or Publication is Attached, an	d/or,
	[F]	Waivers are Attached	
[3]		CCURATE AND COMPLETE INFORMATION REQUIRED TO PROCE	SS THE TYPE
[4] appr appl	oval is accurate	ATION: I hereby certify that the information submitted with this application for and complete to the best of my knowledge. I also understand that no action wirequired information and notifications are submitted to the Division.	administrative II be taken on this
So	Mer Brue	e: Statement must be completed by an individual with managerial and/or supervisory capaci	1y. 6/30/16
Prin	t or Type Name	Signature Tine jamesbruelaa	d. com

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

June 30, 2016

Leonard Lowe Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Dear Mr. Lowe:

Mewbourne Oil Company applies for approval of an unorthodox gas well location and a non-standard spacing unit (project area) for the following well:

Well: Viper 29/32 W0LM State Com. Well No. 1H

Surface location:2455 feet FSL & 450 feet FWL §29First take point:2310 feet FSL & 450 feet FWL §29Last take point:335 feet FSL & 414 feet FWL §32Bottom hole location:335 feet FSL & 414 feet FWL §32

Well unit (project area): SW/4 §29 & W/2 §32, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico

The well was drilled to a depth sufficient to test the Wolfcamp formation, which is spaced on 320 acres, with wells to be located no closer than 660 feet to a quarter section line. A Form C-102 is attached as Exhibit A.

The non-standard unit is requested in order to maximize wellbore length, and likewise the location is unorthodox in order to maximize the wellbore's productive interval (the Wolfcamp is tight). The well's location will allow a future infill well in the well unit.

Attached as Exhibit B is a Midland Map Co. land plat. The offset working interest owners or operators are set forth on Exhibit C. The notice letter to the offsets is attached as Exhibit D.

Please contact me if you need any further information on this application.

Very truly yours,

ames Bruce

Attorney for Mewbourne Oil Company

NM OIL CONSERVATION

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Prione: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rin Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (\$05) 476-3460 Fax: (\$05) 476-3462

State of New Mexico

ARTESIA DISTRICT

Form C-102

Energy, Minerals & Natural Resources Department 2 8 2016 ubmit one copy to appropriate

1220 South St. Francis Dr.

RECEIVED

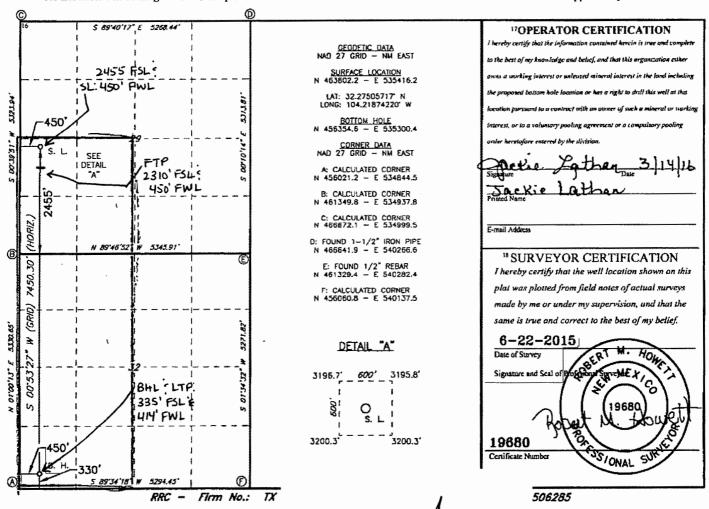
District Office

Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT 1 API Number ²Pool Code 30-015- 43498 76780 tore! 6 Well Number ◆Property Code 5 Property Name VIPER 29/32 WOLM FED COM 1H 31*5*711 70GRID NO. * Operator Name 9 Elevation MEWBOURNE OIL COMPANY 3198' 4744 Surface Location North/South line Feet From the Fast/West line Lot Ido Feet from the County UL or lot no. Section Township Range 2455 SOUTH 450 WEST **EDDY** 29 238 27E L " Bottom Hole Location If Different From Surface 335 UL or lot no. Section Township Range North/South line Feel from the East/West line County SOUTH **EDDY** 32 **23S** 27E WEST 12 Dedicated Acres 13 Joint or Intill 14 Consolidation Code 15 Order No. 480

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



EXHIBIT

Chi german (Chi oper leg of the l	OXY regarded 1 Ox522 of the state of the sta
S. Margaret LytleS Tureman Margaret M. C. Gindel S. Tureman Margaret M. C. Gindel M. C. Gindel S. Tureman Margaret M. C. Gindel	Brd Ch. Brd Ch. Brd Ch. Brd Snow Old Brd
1 1 1 1 1 1 1 1 1 1	HBC W/2 Alerical Som Fr. College Col
38.45 2 March State 4 30.2016 Particle State A 30.2016 Particle Particle	R.C. C.
0275360 027536	State Stat

Offset Ownership Viper 29/32 W0LM Federal Com No. 1H Section 29/32, T23S, R27E Eddy County, New Mexico

NW/4 of Section 29. ✓ NSP

Mewbourne Oil Company – Operator

NE/4 of Section 29: ✓ N56

Mewbourne Oil Company – Operator
Chi Energy Inc. – Working Interest Owner
Madison M. Hinkle – Working Interest Owner
Rolla R. Hinkle, III – Working Interest Owner
Featherstone Development Corporation – Working Interest Owner
BC Operating Inc. – Working Interest Owner

SE/4 of Section 29:

Mewbourne Oil Company - Operator

NE/4 of Section 32:

Mewbourne Oil Company – Working Interest Owner COG Operating LLC – Working Interest Owner ConocoPhillips Company – Working Interest Owner

SE/4 of Section 32:

Mewbourne Oil Company – Working Interest Owner OXY Y-1 Company – Working Interest Owner

Section 5, T24S, R27E: V 1966 COG Operating LLC / Concho Oil & Gas LLC - Operator

N/2N/2 of Section 6, T24S, R27E:

Open Federal Minerals

S/2N/2, S/2 of Section 6, T24S, R27E: V NGC COG Operating LLC / Concho Oil & Gas LLC - Operator

NE/4 of Section 31: V

LRF JR, LLC – Working Interest Owner COG Operating LLC – Working Interest Owner ConocoPhillips Company – Working Interest Owner

SE/4 of Section 31: V NSV
COG Operating LLC - Operator

E/2 of Section 30: V NGU

Mewbourne Oil Company - Operator

EXHIBIT C

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

June 30, 2016

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on attached list

Ladies and gentlemen:

Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox gas well location and non-standard unit in the Wolfcamp formation in the SW/4 of Section 29 and W/2 of Section 32, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. A copy of the application is enclosed. You are an offset operator or interest owner. If you object to the application, you must notify the Division in writing within 20 days from receipt of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,

James Bruce

Attorney for Mewbourne Oil Company

EXHIBIT D

Lowe, Leonard, EMNRD

From:

Lowe, Leonard, EMNRD

Sent:

Monday, August 08, 2016 4:56 PM

To:

'jerrys@mec.com'

Cc:

Bayliss, Randolph, EMNRD; Sharp, Karen, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; 'lisa@rwbyram.com'; 'jglover@blm.gov';

'scaffey@blm.gov'; 'rjsanche@blm.gov'; 'jstovall@blm.gov'

Subject:

NSL-7442/NSP-2047 and NSL-7444/NSP-2049 APPROVED

Importance:

High

Mr. James Bruce,

The following permits have been issued and will soon be available on the Division's web site: http://ocdimage.emnrd.state.nm.us/imaging/WellFileCriteria.aspx

NSL-7442

NSP-2047

Mewbourne Oil Company

API No: 30-015-42830

WELL: Jester 19/30 WOAH Fed Com Well No. 1H, Eddy County

NSL-7444

NSP-2049

Mewbourne Oil Company

API No: 30-015-42498

WELL: Viper 29/32 W0LM Fed Com Well No. 1H, Eddy County

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492 Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: http://www.emnrd.state.nm.us/ocd/