

DATE IN 05/22/2013	SUSPENSE 6/11	ENGINEER DB	LOGGED IN 05/23/2013	TYPE NSL	APP NO PRG131434 2211
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6818

RECEIVED OGD
NEW MEXICO OIL CONSERVATION DIVISION

2013 MAY 22 P 2:24 Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



API Pending
30-015

Sub-B / Sec. 22 / T265 / R27E

ADMINISTRATIVE APPLICATION CHECKLIST Owl Draw 22 BO Fed Com

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE Well # 1H

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

Maulbourne

Wolfcamp / Bone Spring

(1) TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

(2) NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

[A] ☐ Working, Royalty or Overriding Royalty Interest Owners

[B] ☒ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

(3) SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

(4) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Bruce
Print or Type Name

James Bruce
Signature

Attorney
Title

5/21/13
Date

jamesbruc@aol.com
e-mail Address

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

May 21, 2013

David Brooks
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Mr. Brooks:

Pursuant to NMAC 19.15.15.13, Mewbourne Oil Company applies for approval of an unorthodox gas well location for the following well:

<u>Well:</u>	Owl Draw 22 BO Fed. Com. Well No. 1H
<u>Surface location:</u>	330 feet FNL & 1650 feet FEL
<u>Beginning of producing interval:</u>	880 feet FNL & 1680 feet FEL
<u>Bottom hole location:</u>	330 feet FSL & 1980 feet FEL
<u>Well unit (project area):</u>	E½ of Section 22, Township 26 South, Range 27 East, N.M.P.M., Eddy County, New Mexico

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

The beginning of the producing interval and the bottom hole location are unorthodox in order to maximize the productive interval of the wellbore.

A land plat is attached as Exhibit B. The offset operators, working interest owners, or unleased mineral owners are:

W½ Section 22
Mewbourne Oil Company
Premier Oil & Gas, Inc.
Chevron U.S.A. Inc.
OXY Y-1 Company

Abo Petroleum Corporation
Myco Industries, Inc.
Nearburg Exploration Company, L.L.C.
Black Stone Natural Resources I, LP
Mobil Producing Texas & New Mexico, Inc.

Section 27

Mewbourne Oil Company
Premier Oil & Gas, Inc.
Chevron U.S.A. Inc.
OXY Y-1 Company
Abo Petroleum Corporation
Myco Industries, Inc.
Manzano, LLC

The notice letter to the offsets is attached as Exhibit C.

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

Very truly yours,



James Bruce

Attorney for Mewbourne Oil Company

DISTRICT I

1625 N. French Dr., Hobbs, NM 88240
Phone (505) 393-6161 Fax: (505) 323-0720

DISTRICT II

811 S. First St., Artesia, NM 88210
Phone (505) 748-1283 Fax: (505) 748-9720

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 334-6179 Fax: (505) 334-6170

DISTRICT IV

1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 478-3480 Fax: (505) 478-3482

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102

Revised August 1, 2011

Submit one copy to appropriate
District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name OWL DRAW 22 BO FED COM 1H	Well Number 1H
OGRID No. 14744	Operator Name MEWBOURNE OIL COMPANY	Elevation 3151

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	22	26 S	27 E		330	NORTH	1650	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	22	26 S	27 E		330	SOUTH	1980	EAST	EDDY
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

SURFACE LOCATION
 Lot - N 32°02'01.73"
 Long - W 104°10'27.33"
 NMSPCE- N 376063.75
 E 549294.07
 (NAD-27)

OPERATOR CERTIFICATION
 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 _____

Email Address _____

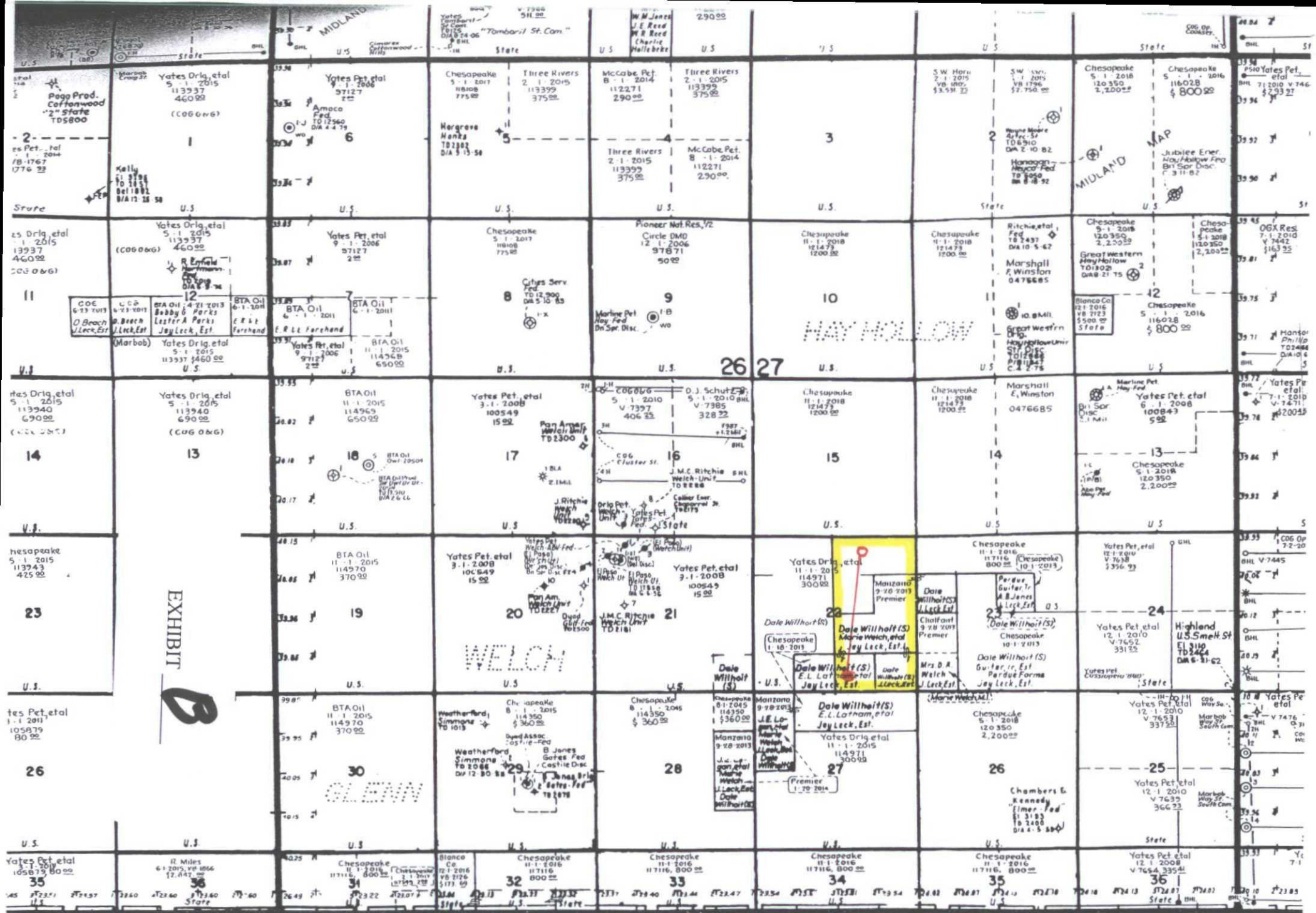
SURVEYOR CERTIFICATION
 I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.

Date Surveyed _____
 Signature _____
 Professional Surveyor

Certificate No. _____

Basin Surveys 27994

EXHIBIT A



CULBERSON, East

R-27-E

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)
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(505) 982-2151 (Fax)

jamesbruc@aol.com

May 21, 2013

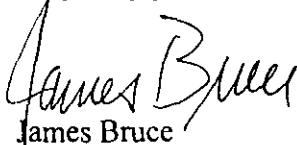
CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox gas well location in the E½ of Section 22, Township 26 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 the date 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 C

Exhibit A

Premier Oil & Gas, Inc.
Suite 205
901 Waterfall Way
Richardson, Texas 75080

Chevron U.S.A. Inc.
15 Smith Road
Midland, Texas 79705

OXY Y-1 Company
P.O. Box 4294
Houston, Texas 77210

Abo Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Myco Industries, Inc.
P.O. Box 840
Artesia, New Mexico 88211

Manzano, LLC
P.O. Box 2107
Roswell, New Mexico 88202

Nearburg Exploration Company, L.L.C.
Building 2, Suite 120
3300 North A Street
Midland, Texas 79705

Black Stone Natural Resources I, LP
Suite 2020
1001 Fannin
Houston, Texas 77002

Mobil Producing Texas & New Mexico, Inc.
CORP WGR 706
810 Houston Street
Fort Worth, Texas 76102