Additional

Information

Exhibit "A"

Applicant: <u>Mewbourne Oil Company</u>

Operator: <u>Mewbourne Oil Company (OGRID 14744)</u>

Spacing Unit: <u>Horizontal Gas</u>

Building Blocks: <u>Half Section Equivalent</u> Spacing Unit Size: <u>640 acres, more or less</u>

Orientation of Unit: South to North

Spacing Unit Description:

E/2 of Section 28 and E/2 of Section 21, Township 23 South, Range 28 East in Eddy

County.

Pooling this Vertical Extent: Wolfcamp Formation

Depth Severance? (Yes/No): No

Pool: Purple Sage; Wolfcamp (Gas) (98220).

Pool Spacing Unit Size: <u>Half Sections</u>

Governing Well Setbacks: Special Rules for the Purple Sage Gas Pool Apply

Pool Rules: <u>Purple Sage and Horizontal Well Rules</u>

Proximity Tracts: <u>None included</u>

Monthly charge for supervision: While drilling: \$8000 While producing: \$800 As the charge for risk, 200 percent of reasonable well costs.

Proposed Wells:

Starship 28/21 W0OB Fee #1H

SHL: 215 feet from the South line and 1200 feet from the East line,

(Unit P) of Section 28, Township 23 South, Range 28 East, NMPM, Eddy County.

BHL: 330 feet from the North line and 1350 feet from the East line,

(Unit B) of Section 21, Township 23 South, Range 28 East, NMPM, Eddy County.

Completion Target: Wolfcamp at approx 9,626 feet TVD.

Well Orientation: South to North

Completion Location expected to be: standard.

Starship 28/21 W0OB Fee #2H

SHL: 215 feet from the South line and 1230 feet from the East line,

(Unit P) of Section 28, Township 23 South, Range 28 East, NMPM, Eddy County.

BHL: 330 feet from the North line and 2310 feet from the East line,

(Unit B) of Section 21, Township 23 South, Range 28 East, NMPM, Eddy County.

Completion Target: Wolfcamp at approx 9,616 feet TVD.

Well Orientation: South to North

Completion Location expected to be: standard.

From: <u>Dana Hardy</u>

To: Garcia, John A, EMNRD

Subject: [EXT] RE: Case 20930 Mewbourne Oil Company Date: Wednesday, January 29, 2020 2:21:23 PM

Attachments: <u>image002.png</u>

Case No 20930 Mewbourne Starship Exhibit A.docx

John,

Please disregard my last email. I'm attaching a corrected version of the exhibit.

Also, Gary Larson has retired, so please let me know if you have any questions.

Thanks, Dana



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From: Garcia, John A, EMNRD < John A. Garcia@state.nm.us>

Sent: Wednesday, January 29, 2020 1:48 PM **To:** Gary Larson <glarson@hinklelawfirm.com> **Cc:** Dana Hardy <dhardy@hinklelawfirm.com> **Subject:** Case 20930 Mewbourne Oil Company

Gary,

I am currently reviewing case number 20930 Mewbourne Oil Company and I have come across the following.

1. On Exhibit A the spacing unit is listed as "Horizontal Oil" this should say "Horizontal Gas" since you listed the pool as the Purple Sage, Wolfcamp (Gas). If you could mend the exhibit A and resend it to me I can proceed to writing the order.

Thank you,

John Garcia

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