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

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

Case No. 21156

MEWBOURNE OIL COMPANY'S NOTICE OF SUPPLEMENTAL SELF-AFFIRMED STATEMENT OF BRAD DUNN AND AMENDED COMPULSORY POOLING CHECKLIST

Subsequent to the April 16, 2020 hearing in this matter, Mewbourne Oil Company ("Mewbourne") discovered that the Self-Affirmed Statement of Brad Dunn (Hearing Exhibit A) and the Compulsory Pooling Checklist contained a typographical error regarding the last take point for the Inland 26/23 B2OJ State Com #1H well. That error has been corrected in the Supplemental Self-Affirmed Statement of Brad Dunn, which is attached as Exhibit C, and the revised Compulsory Pooling Checklist that is attached as Exhibit C-1.

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Counsel for Mewbourne Oil Company

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SUPPLEMENTAL SELF-AFFIRMED STATEMENT OF BRAD DUNN

- 1. I am over 18 years of age and am competent to provide this Supplemental Self-Affirmed Statement. I have personal knowledge of the matters addressed herein.
- 2. I previously provided a Self-Affirmed Statement in this case, which was admitted into the record as Exhibit A at the April 16, 2020 hearing.
- 3. Subsequent to the hearing, I discovered that Paragraph 7 of my Self-Affirmed Statement, as well as the Compulsory Pooling Checklist submitted at the hearing, contained a typographical error regarding the location of the last take point for the Inland 26/23 B2OJ State Com #1H well. The location was reflected as 485' FSL and 1980' FEL in Section 23, but the correct location is 2541' FSL and 1980' FEL in Section 23. This correction is shown on the revised version of the Compulsory Pooling Checklist, which is attached as Exhibit C-1.
- 4. I understand that this Supplemental Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 3 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.

Drod Dunn

04/16/2020

Date

EXHIBIT

Series C

COMPULSORY POOLING APPLICATION CHECKLIST ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS Case: 21156 **Date** April 16, 2020 **Applicant** Mewbourne Oil Company **Designated Operator & OGRID** (affiliation if applicable) Mewbourne Oil Company/OGRID No. 14744 Applicant's Counsel: Dana Hardy Case Title: Application of Mewbourne Oil Company for Compulsory Pooling, Lea County, New Mexico Entries of Appearance/Intervenors: None Well Family Inland 26/23 B2OJ State Com. Well No. 1H Formation/Pool Formation Name(s) or Vertical Extent: **Bone Spring Formation** Primary Product (Oil or Gas): Oil Pooling this vertical extent: **Entire Bone Spring formation** Pool Name and Pool Code: GRAMA RIDGE; BONE SPRING, NE/Pool Code 28435 Well Location Setback Rules: Statewide rules and current horizontal well rules Spacing Unit Size: Quarter-quarter sections/40 acres **Spacing Unit** Type (Horizontal/Vertical) Horizontal Size (Acres) 240 acres **Building Blocks:** 40 acres Orientation: South-North Description: TRS/County W/2E/2 §26 and W/2SE/4 §23-21S-34E, NMPM, Lea County Standard Horizontal Well Spacing Unit Yes (Y/N), If No, describe **Other Situations** Depth Severance: Y/N. If yes, description No Proximity Tracts: If yes, description No Proximity Defining Well: if yes, N/A description Applicant's Ownership in Each Tract Exhibits A-3 and A-5 Well(s) Name & API (if assigned), surface and Inland 26/23 B2OJ State Com. Well No. 1H bottom hole location, footages, API No. 30-025-46931 completion target, orientation. SHL: 205 FSL & 1250 FEL §26 completion status (standard or non-BHL: 2540 FSL & 1980 FEL §23 standard) Second Bone Spring Sand Standup Standard

FTP: 100 FSL & 1980 FEL §26

LTP: 2541 FSL & 1980 FEL §23

Horizontal Well First and Last Take

Points

tabble

EXHIBIT

Completion Target (Formation, TVD and MD)	2 ND Bone Spring Sand/TVD 10381 feet/MD 17772 feet
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8000 – Exhibit A
Production Supervision/Month \$	\$800 – Exhibit A
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	Cost + 200% - Exhibit A
Notice of Hearing	SSSC - ESS/S EXHIBITITY
Proposed Notice of Hearing	Exhibit A-9
Proof of Mailed Notice of Hearing (20	EXIMITERS
days before hearing)	Exhibit A-10
Proof of Published Notice of Hearing (10	EXHIBIT A 10
days before hearing)	Exhibit A-11
Ownership Determination	LAMBICA II
Land Ownership Schematic of the	
Spacing Unit	Exhibit A-3
Tract List (including lease numbers and	EATHER A G
owners)	Exhibit A-3
Pooled Parties (including ownership	EMINICITY O
type)	Exhibit A-5
Unlocatable Parties to be Pooled	Not applicable
Ownership Depth Severance (including	Not applicable
percentage above & below)	None
Joinder	None
Sample Copy of Proposal Letter	Exhibit A-6
List of Interest Owners (i.e. Exhibit A of	EXHIBIT A-0
JOA)	Exhibit A-8
Chronology of Contact with Non-Joined Working Interests	Exhibit A-7
Overhead Rates In Proposal Letter	Exhibit A-6
Cost Estimate to Drill and Complete	Exhibit A-12
Cost Estimate to Equip Well	Exhibit A-12
Cost Estimate to Equip Well Cost Estimate for Production Facilities	Exhibit A-12 Exhibit A-12
Geology	EXHIBIT A-12
Summary (including special	
considerations)	Exhibit B
Spacing Unit Schematic	Exhibit B-1
Gunbarrel/Lateral Trajectory Schematic	
Well Orientation (with rationale)	Exhibit B-6 Exhibit B
Target Formation HSU Cross Section	Exhibit B, Bone Spring
The state of the s	Exhibit B-4
Depth Severance Discussion	Not Applicable
Forms, Figures and Tables	Full-libit A 2
C-102	Exhibit A-2
Tracts	Exhibit A-3
Summary of Interests, Unit	
Recapitulation (Tracts)	Exhibits A-3, A-4
General Location Map (including basin)	Exhibit A-1
Well Bore Location Map	Exhibits B-1, B-2, B-3

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Structure Contour Map - Subsea Depth	Exhibit B-2
Cross Section Location Map (including	
wells)	Exhibit B-2
Cross Section (including Landing Zone)	Exhibit B-4
Additional Information	
CERTIFICATION: I hereby certify that the	
information provided in this checklist is	
complete and accurate.	
Printed Name (Attorney or Party	
Representative):	Dana Hardy
Signed Name (Attorney or Party	Jan Allender
Representative):	Vana J. Hardy
Date:	April 16, 2020