#### CASE NOS. 21403 and 21721

Hearing Date: March 18, 2021

# APPLICATIONS OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, <u>LEA COUNTY</u>, NEW MEXICO

#### **EXHIBITS**

- 1. Applications and Proposed Ads
- 2. Landman's Affidavits (Brad Dunn)
- 3. Geologist's Affidavit (Nathan Cless)
- 4. Affidavit of Notice
- 5. Publication Affidavits
- 6. Pooling Checklists

# BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

Case No. 21403

#### **APPLICATION**

Mewbourne Oil Company applies for an order pooling all mineral interest owners in the Bone Spring formation in a horizontal spacing unit underlying the W½W½ of Section 19 and the W½W½ of Section 18, Township 19 South, Range 35 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the  $W\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $W\frac{1}{2}W\frac{1}{2}$  of Section 18, and has the right to drill a well or wells thereon.
- 2. Applicant proposes to drill the Santa Vaca 19/18 B2MD State Com. Well No. 1H and the Santa Vaca 19/18 B3MD State Com. Well No. 2H to depths sufficient to test the Bone Spring formation, and has dedicated the W½W½ of Section 19 and the W½W½ of Section 18 to the wells. The wells are horizontal wells, with first take points in the SW¼SW¼ of Section 19 and last take points in the NW¼NW¼ of Section 18.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the  $W^{1/2}W^{1/2}$  of Section 19 and the  $W^{1/2}W^{1/2}$  of Section 18 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 wells or to otherwise commit their interests to the wells, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the Bone Spring

**EXHIBIT** 

formation underlying the  $W\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $W\frac{1}{2}W\frac{1}{2}$  of Section 18, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interest owners in the Bone Spring formation underlying the  $W\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $W\frac{1}{2}W\frac{1}{2}$  of Section 18 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 mineral interests in the Bone Spring formation underlying the  $W\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $W\frac{1}{2}W\frac{1}{2}$  of Section 18;
- B. Designating applicant as operator of the wells;
- C. Considering the cost of drilling, completing, and equipping the wells, and allocating the cost among the wells' 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, and equipping the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

Case No. 21403 :

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 Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 19 and the W/2W/2 of Section 18, Township 19 South, Range 35 East, NMPM. The unit will be dedicated to the Santa Vaca 19/18 B2MD State Com. Well No. 1H and the Santa Vaca 19/18 B3MD State Com. Well No. 2H, which will be drilled to depths sufficient to test the Bone Spring formation. The wells are horizontal wells, with first take points in the SW½SW¼ of Section 19 and last take points in the NW½NW¼ of Section 18. Also to be considered will be the cost of drilling, completing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, and equipping the wells. The unit is located approximately 14 miles west-northwest of Monument, New Mexico.

# BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

Case No. 2(72)

#### **APPLICATION**

Mewbourne Oil Company applies for an order pooling all mineral interest owners in the Bone Spring formation in a horizontal spacing unit underlying the E½W½ of Section 19 and the E½W½ of Section 18, Township 19 South, Range 35 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the  $E\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $E\frac{1}{2}W\frac{1}{2}$  of Section 18, and has the right to drill a well or wells thereon.
- 2. Applicant proposes to drill the Santa Vaca 19/18 B2NC State Com. Well No. 1H and the Santa Vaca 19/18 B3NC State Com. Well No. 2H to depths sufficient to test the Bone Spring formation, and has dedicated the E½W½ of Section 19 and the E½W½ of Section 18 to the wells. The wells are horizontal wells, with first take points in the SE¼SW¼ of Section 19 and last take points in the NE¼NW¼ of Section 18.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the  $E\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $E\frac{1}{2}W\frac{1}{2}$  of Section 18 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 wells or to otherwise commit their interests to the wells, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the Bone Spring

formation underlying the  $E\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $E\frac{1}{2}W\frac{1}{2}$  of Section 18, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interest owners in the Bone Spring formation underlying the  $E\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $E\frac{1}{2}W\frac{1}{2}$  of Section 18 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 mineral interests in the Bone Spring formation underlying the  $E\frac{1}{2}W\frac{1}{2}$  of Section 19 and the  $E\frac{1}{2}W\frac{1}{2}$  of Section 18;
- B. Designating applicant as operator of the wells;
- C. Considering the cost of drilling, completing, and equipping the wells, and allocating the cost among the wells' 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, and equipping the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

Case	No.	

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 Bone Spring formation underlying a horizontal spacing unit comprised of the E/2W/2 of Section 19 and the E/2W/2 of Section 18, Township 19 South, Range 35 East, NMPM. The unit will be dedicated to the Santa Vaca 19/18 B2NC State Com. Well No. 1H and the Santa Vaca 19/18 B3NC State Com. Well No. 2H, which will be drilled to depths sufficient to test the Bone Spring formation. The wells are horizontal wells, with first take points in the SE/4SW/4 of Section 19 and last take points in the NE/4NW/4 of Section 18. Also to be considered will be the cost of drilling, completing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, and equipping the wells. The unit is located approximately 14 miles west-northwest of Monument, 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:

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

Case No. 21403

### VERIFIED STATEMENT OF BRAD DUNN

Brad Dunn, being duly sworn upon his 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. Pursuant to NMAC 19.15.4.12.A(1), the following information is submitted in support of the compulsory pooling application filed herein:
  - (a) The purpose of this application is to force pool working interest and mineral owners into the Bone Spring horizontal spacing unit described below, and in wells to be drilled in the unit.
  - (b) No opposition is expected because the interest owners being pooled have been contacted regarding the proposed wells but have simply refused to voluntarily commit their interests to the wells. Some interest owners are or may be unlocatable.
  - (c) A plat outlining the unit being pooled is attached hereto as Attachment A. Mewbourne seeks an order approving a 320.00-acre horizontal spacing unit in the Bone Spring formation comprised of W/2W/2 of Section 19 and the W/2W/2 of Section 18, Township 19 South, Range 35 East, NMPM. Mewbourne further seeks the pooling of all mineral interests in the Bone Spring formation underlying the unit. The unit will be dedicated to both the Santa Vaca 19/18 B2MD State Com #1H and the Santa Vaca 19/18 B3MD State Com #2H wells. The referenced wells are horizontal wells. The Santa Vaca 19/18 B2MD State Com #1H has a first take point in Unit M of Section 19 and a final take point in Unit D of Section 18. The Santa Vaca 19/18 B3MD State Com #2H has a first take point in Unit D of Section 19 and a final take point in Unit D of Section 18.
  - (d) There are no depth severances in the Bone Spring formation.

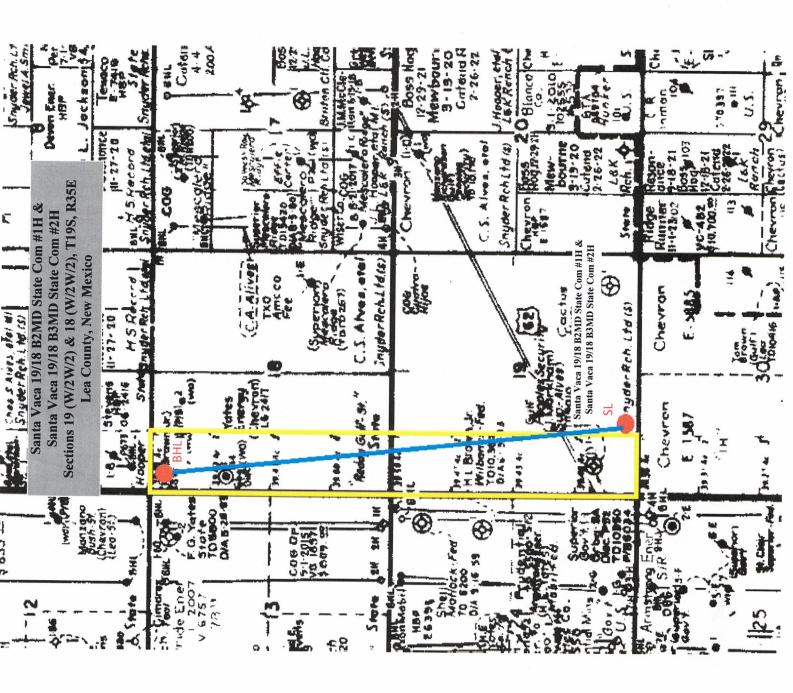


- (e) The parties being pooled and their interests are set forth in Attachment B. Their current and correct addresses are also set forth. To find the unlocatable parties we examined county and government records, and also conducted internet searches including google and drillinginfo.
- (f) Attachment C contains a summary of contacts with the interest owners, together with copies of the proposal letters sent to them.
- (g) Mewbourne has made a good faith effort to obtain the voluntary joinder of the working interest and mineral owners in the proposed wells.
- (h) Mewbourne has the right to pool the overriding royalty owners in the well unit.
- (i) Attachment D is the Authorization for Expenditure for each proposed well. The estimated cost of the wells set forth therein are fair and reasonable, and are comparable to the costs of other wells of similar depth and length drilled in this area of Lea County.
- (j) 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.
- (k) Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (l) Applicant requests that it be designated operator of the wells.
- (m) The attachments to this affidavit were prepared by me or under my supervision, or compiled from company business records.
- (n) The granting of this application is in the interests of conservation and the prevention of waste.

# **VERIFICATION**

51A.	IE OF IEXAS	)			
COU	NTY OF MIDLAND	) ss. )			
forego	Brad Dunn, being duly s bourne Oil Company; he is oing statement, and knows knowledge, information, a	s authorized to make this the contents thereof; a	s verification	on its behalf; he has is true and correct	as read the
Dunn.	SUBSCRIBED AND SV	VORN TO before me th	nis <u>(</u> c	lay of January, 202	1 by Brad
Му С	ommission Expires: 8	28-22	Notary P	Public	

TIA ALEXANDER Notary ID #131701498 My Commission Expires August 28, 2022



ATTACHMENT

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 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) 376-3460 Fax: (505) 476-3462

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 Numbe	г			<sup>2</sup> Pool	Code	ode <sup>3</sup> Pool Name					
4Property Code SANTA VACA 19/18 B2MD STATE COM								(	Well Number			
								Elevation 3794'				
	<sup>10</sup> Surface Location											
UL or lot no.	Section	Towns	hip	Range	Lot Ic	In Feet from	the Nort	h/South line	Feet From the	East/We	est line	County
N	19	198	1	35E		205	SO	UTH	1380	WES	ST	LEA
				11 <b>I</b>	3otton	n Hole Loca	ation If Dif	ferent Fro	om Surface			
UL or lot no.	Section	Townsl	nip	Range	Lot Id	n Feet from	the Nort	h/South line	Feet from the	East/We	st line	County
1	18	19S	3	35E		100	NO	RTH	500	WES	ST	LEA
12 Dedicated Acres	13 Joint	or Infill	14 Cons	solidation	Code	15 Order No.						

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.

(C)	N 89'37'19'	E 2638.39' (D) S 89°21'45" E 2634.50'	Ē	
29" W 5310.36'	B.H. 500' LOT 1 39.40 Ac.	00'	GEODETIC DATA	to the best of my knowledge and belief, and that this organization either  38.5 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.
N 00.56'29"	LOT 3 39.47 Ac.	 	N LONG: 103.5035764° V  CORNER DATA  NAD 83 GRID — NM E	Signature Date
	LOT 4 39.50 Ac. S 89'59'47"		A: FOUND 1/2" REBA N: 597100.9 - E: 7962 B: FOUND BRASS CAP "1 N: 602407.1 - E: 7962	260.5 1912" F-mail Address
B	LOT 1 39.50 Ac.		C: FOUND NAIL N: 607716.3 - E: 7961 D: FOUND 1/2" REBA N: 607733.7 - E: 7988 E: CALCULATED CORNE	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys
W 5307.43'	LOT 2 39.47 Ac.	19	N: 607704.4 - E: 8014  F: FOUND 1/2" REBA N: 605049.0 - E: 8014  G: FOUND LIMESTONE RO N: 602432.6 - E: 8014	same is true and correct to the best of my belief.  88.8  OCK 89.4  Date of Survey
N 00.29'32" W	LOT 3 39.43 Ac.		H: FOUND 8"X4"X4" LIMESTON N: 599776.8 — E: 8015 I: FOUND 5/8" REBAF N: 597136.9 — E: 8015.	NE ROCK 12.6  R 39.8
A	LOT 4 39.40 Ac. 1380'	S.L. 205' E 2640.61' (1) N 89'36'43" E 2639.80'	N: 597119.0 – E: 79890 K: FOUND 12"X6"X4" LIMESTOI N. 602406.9 – E: 79884	NE ROCK 45.3  19680  Certificate Number
4	55 50 24	E 2640.61" (J) N 89°36°43" E 2639.80'		RRC-Job No.: Job No: LS21020105

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

Phone: (505) 374-6178 Fax: (505) 334-6170 District IV 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

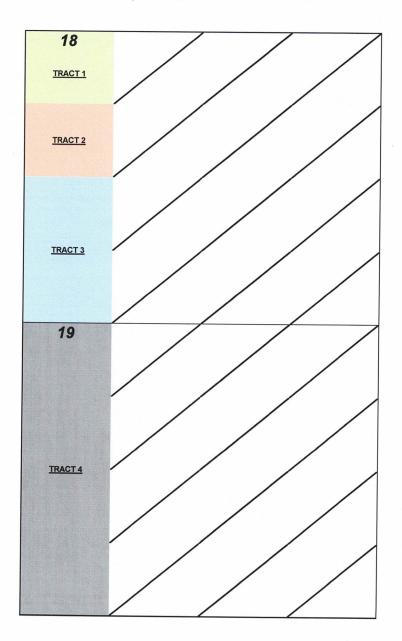
1	API Number	r		<sup>2</sup> Pool Code	e	<sup>3</sup> Pool Name						
<sup>4</sup> Property Co	ode		SAI	NTA VA	<sup>5</sup> Property CA 19/18	Name B3MD STATE	СОМ		6	Well Number		
7OGRID	OGRID NO.  **SOperator Name  MEWBOURNE OIL COMPANY								levation 3794'			
					10 Surface	Location			-			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	st line	County		
N	19	19S	35E		205	SOUTH	1350	WES	ST	LEA		
			11 I	Bottom F	Hole Locatio	n If Different Fr	om Surface					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County		
1	18	19S	35E		100	NORTH	500	WES	ST	LEA		
Dedicated Acres	s 13 Joint	or Infill 14	Consolidation	Code 15	Order No.	•						

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.

0	N 89'37'19" E 2638.39' © S 89'21'45" E 2634.50'	(E)	
W 5310.36'	B.H. 100'   500'	GEODETIC DATA NAD 83 GRID — NM EAST  SURFACE LOCATION N: 597315.1 — E: 797608.5  LAT: 32.6393072' N LONG: 103.5008048' W  BOTTOM HOLE N: 607619.6 — E: 796674.7	17OPERATOR 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
N 00'26'29"	LOT 3	E LAT: 32.6676486' N CONG: 103.5035764' W CORNER DATA NAD 83 GRID — NM EAST	order heretofore entered by the division.  Signature Date
0	LOT 4 39.50 Ac.  S 89'59'47" E 2630.87' ® N 89'26'41" E 2644.73'	A: FOUND 1/2" REBAR N: 597100.9 - E: 796260.5 B: FOUND BRASS CAP "1912" N: 602407.1 - E: 796215.0	Printed Name  E-mail Address
B	LOT 1	C: FOUND NAIL N: 607716.3 — E: 796174.1  D: FOUND 1/2" REBAR N: 607733.7 — E: 798811.9  E: CALCULATED CORNER	<sup>18</sup> SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this  plat was plotted from field notes of actual surveys
W 5307.43'	LOT 2 39.47 Ac.	N: 607704.4 − E: 801445.7  F: FOUND 1/2" REBAR  N: 605049.0 − E: 801488.8  C: FOUND LIMESTONE ROCK  N: 602432.6 − E: 801489.4	made by me or under my supervision, and that the same is true and correct to the best of my belief.  02-19-2021  Date of Survey
N 00'29'32"	LOT 3 39.43 Ac.	H: FOUND 8"X4"X4" LIMESTONE ROCK N: 599776.8 - E: 801512.6  I: FOUND 5/8" REBAR N: 597136.9 - E: 801539.8  J: FOUND 1/2" REBAR	Signature and Seal of Proper and Surprogrammer 19680
A	LOT 4 39.40 Ac. 1350' S.L. 205' N 89'36'24" E 2640.61' (1) N 89'36'43" E 2639.80'	N: 597119.0 - E: 798900.6  K: FOUND 12"X6"X4" LIMESTONE ROCK N. 602406.9 - E: 798845.3	19680 Certificate Number
	200000	W RRC-Job	No.:Job No: LS21020107

# **SECTION PLAT**

West Half of the West Half (W/2W/2) of Section 18, Township 19 South, Range 35 East
West Half of the West Half (W/2W/2) of Section 19, Township 19 South, Range 35 East
County of Lea, State of New Mexico



# Tract 1: NW4NW4 (LOT 1) SEC. 18-STATE LEASE NO. LG-2417

**Yates Energy Corporation** 

**Hutchings Oil Company** 

Jalapeno Corporation

Innoventions Inc.

Seven Rivers, Inc.

Yates-US Inc.

Petro-Yates, Inc.

James H. Bond

Sealy Hutchings Cavin, Inc.

**Scott Brothers Trust** 

**Grande Drilling Corporation** 

<u>Tract 2:</u> SW4NW4 (LOT 2) SEC. 18-STATE LEASE NO. LG-2417 Geronimo Holdings Corp.

<u>Tract 3:</u> W2SW4 (LOTS 3 & 4) SEC. 18-STATE LEASE NO. LG-2417 Chevron USA Inc.

Tract 4: W2W2 SEC. 19-FEE LEASE

Mewbourne Oil Company

# TRACT OWNERSHIP Santa Vaca 19/18 B2MD State Com #1H & Santa Vaca 19/18 B3MD State Com #2H Sections 19 (W/2W/2) & 18 (W/2W/2), T19S, R35E Lea County, New Mexico

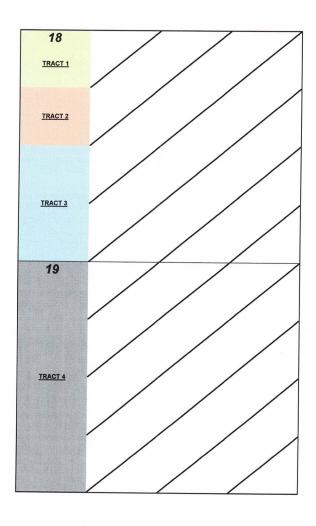
### Sections 19 (W/2W/2) & 20 (W/2W/2): Wolfcamp formation:

Mewbourne Oil Company, et al 500 West Texas, Suite 1020 Midland, Texas 79701	% Leasehold Interest 71.868667%
Chevron U.S.A. Inc.* P.O. Box 2100 Houston, Texas 77252	24.848962%
Seven Rivers, Inc.* P.O. Box 1598 Carlsbad, NM 88220-1598	1.249213%
James H. Bond* 4208 Beechwood Ln. Dallas, TX 75220-1908	1.249213%
Occidental Permian Limited Partnership* 5 Greenway Plaza, STE 110 Houston, TX 77046	0.783945%
	100.000000%

<sup>\*</sup> Total interest being pooled: 28.131333%

# RECAPITUALTION FOR SANTA VACA 19/18 B2MD STATE COM #1H & SANTA VACA B3MD STATE COM #2H

Tract Number	Number of Acres Committed	Percentage of Interest In Communitized Area
1	39.40	12.397734%
2	39.43	12.407174%
3	78.97	24.848962%
4	160.00	50.346130%
TOTAL	317.80	100.000000%



# Summary of Communications Santa Vaca 19/18 B2MD State Com #1H & Santa Vaca 19/18 B3MD State Com #2H

#### CHEVRON U.S.A. INC.

- 1) 01/22/2020: Email correspondence between Cy Shook at Mewbourne and Shalyce Holmes at CVX regarding participating in the upcoming Santa Vaca wells
- 2) 02/14/2020: Mailed well proposal letters with AFEs via certified mail & emailed them to Ms. Shalyce Holmes
- 3) 02/14/2020: Email correspondence with Shalyce Holmes at Chevron. She indicated their lack of desire to participate in the proposed Santa Vaca wells.
- 4) 07/03/2020: Re-proposed well proposal letter with AFEs via certified mail to account for a well footing description error on the previous proposals sent

#### Seven Rivers, Inc.

- 1) 09/10/2020: Mailed well proposal letters with AFEs via certified mail
- 2) 10/13/2020: Certified mail returned due to unlocatable/undeliverable address.
- 3) 10/15/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.
- 4) 11/05/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.

#### James H. Bond

- 1) 09/10/2020: Mailed well proposal letters with AFEs via certified mail
- 2) 10/01/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.
- 3) 11/05/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.

### Occidental Permian Limited Partnership

- 1) 12/22/2020: Mailed well proposal letters with AFEs via certified mail
- 2) 12/29/2020: Email correspondence with Clay Carroll who represents this interest regarding spud date questions and participation updates with the recently received well proposals.
- 3) 12/29/2020: Emailed Clay Carroll back answering his questions and providing him with requested information.

ATTACHMENT C

#### MEWBOURNE OIL COMPANY

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

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

June 30, 2020

#### Via Certified Mail

Chevron U.S.A. Inc. 1400 Smith Street Houston, TX 77002 Attn: Shalyce Holmes

Re: 1. Santa Vaca 19/18 B2MD State Com #1H
205' FSL & 1380' FWL (19) (SL)
100' FNL & 500' FWL (18) (BHL)
Sections 19/18, T198, R35E
Lea County, New Mexico

 Santa Vaca 19/18 B3MD State Com #2H 205' FSL & 1350' FWL (19) (SL) 100' FNL & 500' FWL (18) (BHL) Sections 19/18, T19S, R35E Lea County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to form a 1275.6 acre Working Interest Unit ("WIU") covering all of the above captioned sections 19 and 18 for oil and gas production. The targeted interval for the proposed unit is the Bone Spring Formation. Apparently, Chevron U.S.A. Inc. ("Chevron") owns 100.000000% of the interest in the W/2 (317.8 net and gross acres) of the referenced Section 18. Accordingly, Chevron would own a 24.913800% working interest in the proposed WIU. (317.8 net acres / 1275.6 gross acres = 24.913800% interest in the WIU). Mewbourne as Operator hereby proposes to drill the following horizontal Bone Spring wells:

- Santa Vaca 19/18 B2MD State Com #1H will have a surface location 205' FSL & 1380'
  FWL in the above captioned Section 19 and a bottom hole location approximately 100' FNL
  & 500' FWL of the above captioned Section 18. We anticipate drilling to an approximate
  total vertical depth of 10,465' and an approximate total measured depth of 20,575'. The
  W2W2 of Section 19 and the W2W2 of Section 18 will be dedicated to the well as the
  proration unit.
- 2. Santa Vaca 19/18 B3MD State Com #2H will have a surface location 205' FSL & 1350' FWL in the above captioned Section 19 and a bottom hole location approximately 100' FNL & 500' FWL of the above captioned Section 18. We anticipate drilling to an approximate total vertical depth of 10,951' and an approximate total measured depth of 21,061'. The

W2W2 of Section 19 and the W2W2 of Section 18 will be dedicated to the well as the proration unit.

Regarding the above, enclosed for your further handling are our AFE's (updated) dated February 12, 2020 for the captioned proposed wells. In the event your firm elects to participate in the proposed wells, please execute the enclosed AFE's and return them to me within thirty (30) days.

Previously on February 14<sup>th</sup>, 2020, Mewbourne proposed these same wells to Chevron that additionally included the Santa Vaca 19/18 Joint Operating Agreement. The Santa Vaca 19/18 B2MD State Com #1H & Santa Vaca 19/18 B3MD State Com #2H wells are being re-proposed to you after discovering the original AFE's contained a typo. The surface location originally said "1380' FEL" for the B2MD and "1350' FEL" for the B3MD when both of these surface locations should have said "FWL".

Should you have any questions regarding the above, please email me at <u>bdunn@mewbourne.com</u> or call me at (432) 682-3715. Thank you.

Sincerely,

MEWBQURNE OIL COMPANY

Brad Dunn

Petroleum Landman



July 3, 2020

Dear Simple Certified:

The following is in response to your request for proof of delivery on your item with the tracking number: 9414 8106 9994 5051 4205 66.

#### Item Details

Status:

Delivered, Front Desk/Reception/Mail Room

Status Date / Time:

July 3, 2020, 4:45 pm

Location:

HOUSTON, TX 77002

**Postal Product:** 

First-Class Mail®

Extra Services:

Certified Mail™

Return Receipt Electronic

**Recipient Name:** 

Shalyce Holmes

#### Shipment Details

Weight:

2.0oz

#### Recipient Signature

Note: There is no delivery signature on file for this item.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

> Shalyce Holmes Chevron U.S. A. Inc. 1400 Smith Street Houston, TX 77002 Reference #: Santa Vaca 19/18

6	
	FNT
	VHJ
	TT
	<

Well Name: SANTA VACA 19/18			Pros	spect:			
Location: SL: 205 FSL & 1380 F	WL (19); BHL: 100 FNL & 500 FWL	(18)	c	ounty: Lea			ST: NM
Sec. 19 Blk: Survey:		TWP:	198	RNG: 3	5E Prop. TV	D: 10465	TMD: 20575
INT	FANGIBLE COSTS 0180			CODE	TCP	CODE	СС
Regulatory Permits & Surveys				0180-0100		0 0180-0200	CC
ocation / Road / Site / Preparation				0180-0105		0180-0205	\$25,0
ocation / Restoration				0180-0106		0180-0206	\$30,0
Daywork / Turnkey / Footage Drilling	, , , , , , , ,	1500/d		0180-0110		0180-0210	\$91,8
Fuel Mud, Chemical & Additives	1700 gal/day @ \$2.74/gal			0180-0114		0180-0214	\$400,0
Horizontal Drillout Services				0180-0120	\$200,000	0180-0220	
Dementing						0180-0222	\$250,0
ogging & Wireline Services		1		0180-0125		0180-0225	\$30,0
asing / Tubing / Snubbing Service				0180-0130 0180-0134	\$2,500 \$20,000		\$395,0
Mud Logging				0180-0134	\$30,000		\$90,0
Stimulation	50 Stg 20.1 MM gal / 20.1 MM lb		_	0100-0137	\$30,000	0180-0241	\$1,631,0
timulation Rentals & Other						0180-0241	\$300.0
Vater & Other				0180-0145	\$40,000		\$628,0
its				0180-0148	\$166,600		\$8,0
spection & Repair Services				0180-0150	\$40,000		\$5,0
lisc. Air & Pumping Services				0180-0154		0180-0254	\$10,0
esting & Flowback Services				0180-0158	\$15,000		\$30,0
ompletion / Workover Rig						0180-0260	\$10,5
Rig Mobilization				0180-0164	\$150,000		
ransportation	,			0180-0165		0180-0265	\$20,0
/elding Services				0180-0168	\$5,000		\$15,0
ontract Services & Supervision irectional Services	Included 12 of the control of the co			0180-0170	\$49,500		\$33,0
quipment Rental	Includes Vertical Control			0180-0175	\$325,000		
Vell / Lease Legal				0180-0180	\$256,900		\$30,0
Vell / Lease Legal				0180-0184	\$5,000		
Itangible Supplies	1			0180-0185	\$5,100		
amages				0180-0188	\$8,000		\$10,0
OW & Easements				0180-0190	\$10,000		***
ipeline Interconnect			_	0180-0192		0180-0292	\$4,0
ompany Supervision				0180-0195	\$158,400	0180-0293 0180-0295	\$10E G
verhead Fixed Rate			_	0180-0196	\$10,000		\$105,6 \$20,0
/ell Abandonment			-	0180-0198	\$10,000	0180-0298	\$20,0
ontingencies	2% (TCP) 2% (CC)			0180-0199	\$53,800		\$83,40
	,,	TO	TAL	0100-01001		0180-0299	
TA	NCIPLE COSTS 0404	10	IAL	1	\$2,743,000		\$4,255,30
asing (19.1" - 30")	NGIBLE COSTS 0181						
asing (10.1" - 19.0")	19001 42 2001 54 54 1 55 070 2 0			0181-0793			
asing (8.1" - 10.0")	1890' - 13 3/8" 54.5# J-55 ST&C @			0181-0794	\$70,300		
asing (6.1" - 8.0")	3430' - 9 5/8" 40# HCL80 LT&C @ 10740' - 7" 29# HCP-110 LT&C @ 9		-	0181-0795	\$100,300		
asing (4.1" - 6.0")	10500' - 4 1/2" 13.5# HCP-110 LT&	C @ \$42.46/Φ		0181-0796	\$273,500		
ubing	9890' - 2 7/8" 6.5# EUE tbg @ \$4.6	(f)	$-\parallel$			0181-0797 0181-0798	\$136,40
rilling Head			-	0181-0860	\$40,000	0161-0796	\$48,56
ubing Head & Upper Section				0101 0000	ψ+0,000	0181-0870	\$20.00
orizontal Completion Tools	Completion Liner Hanger					0181-0871	\$30,00 \$75,00
icker Rods			$\neg$	-		0181-0875	Ψ70,00
bsurface Equipment				-		0181-0880	\$10,00
tificial Lift Systems	ESP					0181-0884	\$100,00
imping Unit			$\neg$			0181-0885	Ψ100,00
rface Pumps & Prime Movers	1/2 VRU/SWD pump/booster comp					0181-0886	\$50,00
nks - Oil	1/2 of 6 - 750 bbl					0181-0890	\$65,00
nks - Water	1/2 of 5 - 750 bbl coated					0181-0891	\$58,00
paration / Treating Equipment	36x15x500 Hor 3 ph & 30x10x500 \	/1/2 Gun bbl/VF	₹T			0181-0895	\$110,00
ater Treaters, Line Heaters	8'x20'x125# HT					0181-0897	\$38,00
etering Equipment						0181-0898	\$15,00
e Pipe & Valves - Gathering						0181-0900	\$5,00
tings / Valves & Accessories						0181-0906	\$135,00
thodic Protection	Includes a second					0181-0908	\$57,50
uipment Installation	Includes automation & ESP hooku	р				0181-0909	\$105,00
peline Construction						0181-0910	\$75,00
Onio Construction						0181-0920	\$5,00
		TOT	AL		\$484,100		\$1,118,46
		SUBTOT					
		W. C	Ti		\$3,227,100		\$5,373,76
S-9100011 F-10101	TOTAL	WELL COST			\$8,60	0,860	
l elect to purchase my ov	Operator's Extra Expense Insurance ar a Expense Insurance covering costs of w wn well control insurance policy.	vell control, clear	n up ar	nd redrilling as	e premium. estimated in Lir	ne Item 0180-0	185.
her box is checked above, non-operating wo	orking interest owner elects to be covered by C	perator's well con	trol insu	rance.			
Prepared by:							
	T. Cude		ate:	2/12/2020	-		
Company Approval:	undal	D	ate:	2/12/2020	_		
int Owner Interest:	Amount:						
oint Owner Name:		Signature:					

#### MEWBOURNE OIL COMPANY

AUTHORIZATION FOR EXPENDITURE

Well Name: SANTA VACA 19/18	B B3MD STATE COM #2H	Pi	rospect:			
Location: SL: 205 FSL & 1350 F	FWL (19); BHL: 100 FNL & 500 FWL (18	)	County: Le	a		ST: NM
Sec. 19 Blk: Survey	:	TWP: 19	The state of the s	35E Prop. TV	D: 10951	TMD: 21061
IN	TANGIBLE COSTS 0180		CODE	ТСР	CODE	
Regulatory Permits & Surveys			0180-0100		0 0180-0200	СС
Location / Road / Site / Preparation			0180-0105		0180-0205	\$25,00
Location / Restoration			0180-0106	\$200,000	0180-0206	\$30,00
Daywork / Turnkey / Footage Drillin	5	0/d	0180-0110			\$91,80
Mud, Chemical & Additives	1700 gal/day @ \$2.74/gal		0180-0114			\$400,00
Horizontal Drillout Services			0180-0120	\$200,000		
Cementing			0100 0105	0.100.000	0180-0222	\$250,00
Logging & Wireline Services			0180-0125 0180-0130			\$30,00
Casing / Tubing / Snubbing Service			0180-0134			\$395,00
Mud Logging			0180-0137	\$30,000		\$90,00
Stimulation	50 Stg 20.1 MM gal / 20.1 MM lb		0100 0107	ψ50,000	0180-0241	\$1,631,00
Stimulation Rentals & Other					0180-0241	\$300,00
Water & Other			0180-0145	\$40,000		\$628,00
Bits			0180-0148	\$166,600		\$8,00
Inspection & Repair Services			0180-0150	\$40,000	0180-0250	\$5,00
Misc. Air & Pumping Services Testing & Flowback Services			0180-0154		0180-0254	\$10,00
			0180-0158	\$15,000	0180-0258	\$30,00
Completion / Workover Rig Rig Mobilization					0180-0260	\$10,50
Transportation			0180-0164	\$150,000		
Welding Services			0180-0165		0180-0265	\$20,00
Contract Services & Supervision			0180-0168		0180-0268	\$15,00
Directional Services	Includes Vertical Control		0180-0170 0180-0175		0180-0270	\$33,00
Equipment Rental	morades vertical control		0180-0175	\$350,000	0180-0280	<b>#20.00</b>
Well / Lease Legal			0180-0184		0180-0284	\$30,000
Well / Lease Insurance			0180-0185		0180-0285	
Intangible Supplies			0180-0188	\$8,000		\$10,000
Damages			0180-0190	\$10,000		ψ10,000
ROW & Easements			0180-0192		0180-0292	\$4,000
Pipeline Interconnect					0180-0293	
Company Supervision			0180-0195	\$168,000	0180-0295	\$105,600
Overhead Fixed Rate Well Abandonment			0180-0196	\$10,000	0180-0296	\$20,000
Contingencies	00/ (202)		0180-0198		0180-0298	
Contingencies	2% (TCP) 2% (CC)		0180-0199	\$55,594	0180-0299	\$83,400
		TOTAL		\$2,835,294		\$4,255,300
	NGIBLE COSTS 0181					
Casing (19.1" - 30")			0181-0793			
Casing (10.1" - 19.0") Casing (8.1" - 10.0")	1890' - 13 3/8" 54.5# J-55 ST&C @ \$34		0181-0794	\$70,300		
Casing (6.1" - 10.0")	3430' - 9 5/8" 40# HCL80 LT&C @ \$27.	39/ft	0181-0795	\$100,300		
Casing (4.1" - 6.0")	11220' - 7" 29# HCP-110 LT&C @ \$23.8 10500' - 4 1/2" 13.5# HCP-110 LT&C @		0181-0796	\$285,700		
Tubing	10376' - 2 7/8" 6.5# EUE tbg @ \$4.6/ft	\$12.16/ft	1		0181-0797	\$136,400
Drilling Head	100.10 2 170 0.0# EOE tog @ \$4.0/It		0181-0860	\$40,000	0181-0798	\$50,600
Tubing Head & Upper Section			0101-0000	Ψ+0,000	0181-0870	\$20,000
Horizontal Completion Tools	Completion Liner Hanger				0181-0870	\$30,000 \$75,000
Sucker Rods					0181-0875	\$75,000
Subsurface Equipment					0181-0880	\$10,000
Artificial Lift Systems	ESP				0181-0884	\$100,000
Pumping Unit			-		0181-0885	7
Surface Pumps & Prime Movers	1/2 VRU/SWD pump/booster comp		-		0181-0886	\$50,000
「anks - Oil 「anks - Water	1/2 of 6 - 750 bbl				0181-0890	\$65,000
Separation / Treating Equipment	1/2 of 5 - 750 bbl coated	0			0181-0891	\$58,000
Heater Treaters, Line Heaters	36x15x500 Hor 3 ph & 30x10x500 V1/2 8'x20'x125# HT	Gun pbi/VRT	-		0181-0895	\$110,000
Metering Equipment	S ALV AILUW III				0181-0897	\$38,000
ine Pipe & Valves - Gathering			-		0181-0898	\$15,000
ittings / Valves & Accessories					0181-0900	\$5,000
Cathodic Protection			-		0181-0906	\$135,000
lectrical Installation	Includes automation & ESP hookup		+		0181-0908	\$57,500 \$105,000
quipment Installation					0181-0909	\$75,000
ipeline Construction					0181-0910	\$5,000
		TOTAL			0101 0020	
		TOTAL		\$496,300		\$1,120,500
		SUBTOTAL		\$3,331,594		\$5,375,800
	TOTAL WE	LL COST		\$8.70	7,394	
xtra Expense Insurance					7,004	
I elect to be covered by	Operator's Extra Expense Insurance and pa					
Operator has secured Ex	tra Expense Insurance covering costs of well c	control, clean un	and redrilling a	trie premium.	e Item 0190 c	1185
	wn well control insurance policy.	, olouit up		o commated III LIN	- ne⊪ ∪ 180-0	100.
	with well control insurance policy.					11, 11,
neither box is checked above, non-operating w						
	vorking interest owner elects to be covered by Opera	tor's well control in	nsurance.			
Prepared by:	T. Cude	tor's well control in		)		
	T. Cude	Date	2/12/2020	_		
Company Approval:	T. Cude		2/12/2020	_		
Company Approval:	T. Cude	Date	2/12/2020	_		
Company Approval:	T. Cude	Date	2/12/2020	_		

#### 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:

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

Case No. 21721

### VERIFIED STATEMENT OF BRAD DUNN

Brad Dunn, being duly sworn upon his 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. Pursuant to NMAC 19.15.4.12.A(1), the following information is submitted in support of the compulsory pooling application filed herein:
  - (a) The purpose of this application is to force pool working interest and mineral owners into the Bone Spring horizontal spacing unit described below, and in wells to be drilled in the unit.
  - (b) No opposition is expected because the interest owners being pooled have been contacted regarding the proposed wells but have simply refused to voluntarily commit their interests to the wells. Some interest owners are or may be unlocatable.
  - (c) A plat outlining the unit being pooled is attached hereto as Attachment A. Mewbourne seeks an order approving a 320.00-acre horizontal spacing unit in the Bone Spring formation comprised of E/2W/2 of Section 19 and the E/2W/2 of Section 18, Township 19 South, Range 35 East, NMPM. Mewbourne further seeks the pooling of all mineral interests in the Bone Spring formation underlying the unit. The unit will be dedicated to both the Santa Vaca 19/18 B2NC State Com #1H and the Santa Vaca 19/18 B3NC State Com #2H wells. The referenced wells are horizontal wells. The Santa Vaca 19/18 B2NC State Com #1H has a first take point in Unit N of Section 19 and a final take point in Unit N of Section 18. The Santa Vaca 19/18 B3NC State Com #2H has a first take point in Unit N of Section 19 and a final take point in Unit C of Section 18.
  - (d) There are no depth severances in the Bone Spring formation.



- (e) The parties being pooled and their interests are set forth in Attachment B. Their current and correct addresses are also set forth. To find the unlocatable parties we examined county and government records, and also conducted internet searches including google and drillinginfo.
- (f) Attachment C contains a summary of contacts with the interest owners, together with copies of the proposal letters sent to them.
- (g) Mewbourne has made a good faith effort to obtain the voluntary joinder of the working interest and mineral owners in the proposed wells.
- (h) Mewbourne has the right to pool the overriding royalty owners in the well unit.
- (i) Attachment D is the Authorization for Expenditure for each proposed well. The estimated cost of the wells set forth therein are fair and reasonable, and are comparable to the costs of other wells of similar depth and length drilled in this area of Lea County.
- (j) 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.
- (k) Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (l) Applicant requests that it be designated operator of the wells.
- (m) The attachments to this affidavit were prepared by me or under my supervision, or compiled from company business records.
- (n) The granting of this application is in the interests of conservation and the prevention of waste.

#### **VERIFICATION**

STATE OF TEXAS	)
	) ss.
COUNTY OF MIDLAND	)

Brad Dunn, being duly sworn upon his oath, deposes and states that: He is a landman for Mewbourne Oil Company; he is authorized to make this verification on its behalf; he has read the foregoing statement, and knows the contents thereof; and the same is true and correct to the best of his knowledge, information, and belief.

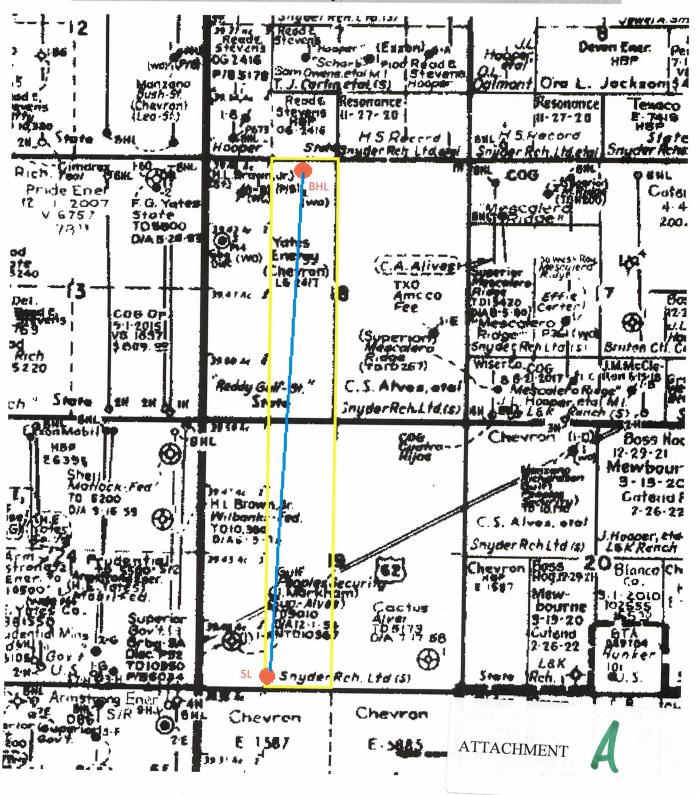
Brad Dunn

SUBSCRIBED AND SWORN TO before me this \_\_\_\_\_\_ day of February, 2021 by Brad Dunn.

My Commission Expires: 8-28-22

Notary Public

# Santa Vaca 19/18 B2NC State Com #1H & Santa Vaca 19/18 B3NC State Com #2H Sections 19 (E/2W/2) & 18 (E/2W/2), T19S, R35E Lea County, New Mexico



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
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
District IV
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

<sup>1</sup> API Number				<sup>2</sup> Pool Code		<sup>3</sup> Pool Name				
<sup>4</sup> Property Code			SANTA VACA 19/18 B2NC STATE COM					<sup>6</sup> Well Number <b>1 H</b>		
7 OGRID NO.				MEWBOURNE OIL COMPANY					<sup>9</sup> Elevation <b>3793</b>	
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	County	
N	19	19S	35E		205	SOUTH	1440	WEST	LEA	
			<sup>11</sup> ]	Bottom I	Hole Location	n If Different Fr	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
C	18	19S	35E		100	NORTH	1980	WEST	LEA	
2 Dedicated Acres	<sup>13</sup> Joint	or Infill 14 (	Consolidation	Code 15	Order No.					

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.

C	N 89*37'19'	" E 2638.39'	D S 89'21'45" E 2634.50'	(E)	
	1980 LOT 1 39.40 Ac.	В.Н.	400'	GEODETIC DATA NAD 83 GRID — NM EAST SURFACE LOCATION	17OPERATOR 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
W 5310.36"	LOT 2 39.43 Ac.			N: 597315.7 - E: 797698.5  LAT: 32.6393070' N  LONG: 103.5005125' W  BOTTOM HOLE  N: 607629.4 - E: 798154.4	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
.62,92.00	LOT 3 39.47 Ac.	1   	18	E LAT: 32.6676435* N LONG: 103.4987681* W	order heretofore entered by the division.
~		<u> </u>		NAD 83 GRID — NM EAST  A: FOUND 1/2" REBAR  N: 507100.9 — E: 708060.5	Signature Date  Printed Name
B	39.50 Ac.	 	K N 89'26'41" E 2644.73'	B: FOUND BRASS CAP "1912"  N: 602407.1 - E: 796215.0  C: FOUND NAIL	E-mail Address
	LOT 1 39.50 Ac.			N: 607716.3 — E: 796174.1 S: D: FOUND 1/2" REBAR N: 607733.7 — E: 798811.9	<sup>18</sup> SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this  plat was plotted from field notes of actual surveys
5307.43'	LOT 2 39.47 Ac.	   		E: CALCULATED CORNER N: 607704.4 — E: 801445.7  F: FOUND 1/2" REBAR N: 605049.0 — E: 801488.8	made by me or under my supervision, and that the same is true and correct to the best of my belief.
ž.	LOT 3		9	G: FOUND LIMESTONE ROCK N: 602432.6 - E: 801489.4  H: FOUND 8"X4"X4" LIMESTONE ROCK N: 599776.8 - E: 801512.6	02-19-2021 Date of Survey Signature and Seal of Processional Survey
N 00'29'32	39.43 Ac.			I: FOUND 5/8" REBAR N: 597136.9 - E: 801539.8  J: FOUND 1/2" REBAR	19680
	LOT 4 39.40 Ac. 1440'	S.L. 205'		N: 597119.0 - E: 798900.6  K: FOUND 12"X6"X4" LIMESTONE ROCK  N. 602406.9 - E: 798845.3	19680 Certificate Number
<b>D</b>	N 89°36′24″	E 2640.61' (J	N 89'36'43" E 2639.80' (	① RRC-Job	No.:Job No: LS21020106

District I
1625 N. French Dr., Hobbs, NM 88240
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District II
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
District IV
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

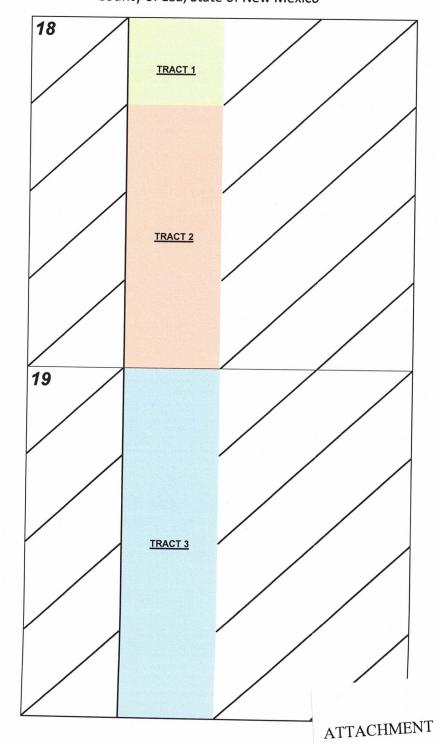
<sup>1</sup> API Number			<sup>2</sup> Pool Code		<sup>3</sup> Pool Name					
<sup>4</sup> Property Code			SA	NTA VA	<sup>5</sup> Property 1	Name B3NC STATE COM			<sup>6</sup> Well Number <b>2H</b>	
7OGRID NO.				**Operator Name  MEWBOURNE OIL COMPANY					9 Elevation <b>3793'</b>	
<sup>10</sup> Surface Location										
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	County	
N	19	19S	35E		205	SOUTH	1410	WEST	LEA	
			11 ]	Bottom F	Hole Location	n 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 line	County	
С	18	19S	35E		100	NORTH	1980	WEST	LEA	
12 Dedicated Acres	s 13 Joint	or Infill 14	Consolidation	Code 15	Order No.					
	1									

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.

(C	N 89'37'19'	" E 2638.39"	D S 89'21'45" E	2634.50'	(E)	
	1980 LOT 1 39.40 Ac.	В.Н.	100'		GEODETIC DATA NAD 83 GRID – NM EAST	17 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
5310.36'	LOT 2 39.43 Ac.	<u> </u>		-,	SURFACE LOCATION N: 597315.5 - E: 797668.5 LAT: 32.6393071* N LONG: 103.5006099* W	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
K		  ;	8		N: 607629.4 - E: 798154.4  E  LAT: 32.6676435 N	interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
N 00'26'29"	LOT 3 39.47 Ac.				LONG: 103.4987681 W  CORNER DATA  NAD 83 GRID — NM EAST	Signature Date
	LOT 4 39.50 Ac.				A: FOUND 1/2" REBAR N: 597100.9 - E: 796260.5 B: FOUND BRASS CAP "1912" N: 602407.1 - E: 796215.0	Printed Name  E-mail Address
B	S 89'59'47" LOT 1 39.50 Ac.	<u>                                    </u>	K) N 89°26'41" E 2	(1044.73	© C: FOUND NAIL N: 607716.3 - E: 796174.1 D: FOUND 1/2" REBAR N: 607733.7 - E: 798811.9	<sup>18</sup> SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys
W 5307.43'	LOT 2 39.47 Ac.		9	8	E: CALCULATED CORNER N: 607704.4 - E: 801445.7  F: FOUND 1/2" REBAR N: 605049.0 - E: 801488.8  G: FOUND LIMESTONE ROCK N: 602432.6 - E: 801489.4	made by me or under my supervision, and that the same is true and correct to the best of my belief.  02-19-2021  Date of Survey
N 0029 32	LOT 3 39.43 Ac.		3		H: FOUND 8"X4"X4" LIMESTONE ROCK O: 599776.8 - E: 801512.6 I: FOUND 5/8" REBAR N: 597136.9 - E: 801539.8	Signature and Seal of Processonal Surveyors
	LOT 4 39.40 Ac.	S.L			J: FOUND 1/2" REBAR N: 597119.0 - E: 798900.6  K: FOUND 12"X6"X4" LIMESTONE ROCK N. 602406.9 - E: 798845.3	19680 Certificate Number
)	N 89°36′24"	E 2640.61'	) N 89°36'43" E 2	?639.80' (	RRC-	Job No.:Job No: LS21020108

# **SECTION PLAT**

East Half of the West Half (E/2W/2) of Section 18, Township 19 South, Range 35 East East Half of the West Half (E/2W/2) of Section 19, Township 19 South, Range 35 East County of Lea, State of New Mexico



# Tract 1: NE4NW4 SEC. 18-STATE LEASE NO. LG-2417

Yates Energy Corporation

**Hutchings Oil Company** 

Jalapeno Corporation

Innoventions Inc.

Seven Rivers, Inc.

Yates-US Inc.

Petro-Yates, Inc.

James H. Bond

Sealy Hutchings Cavin, Inc.

**Scott Brothers Trust** 

**Grande Drilling Corporation** 

Tract 2: E2SW4 SEC. 18-STATE LEASE NO. LG-2417

Chevron USA Inc.

Tract 3: E2W2 SEC. 19-FEE LEASE

Mewbourne Oil Company

# TRACT OWNERSHIP Santa Vaca 19/18 B2NC State Com #1H & Santa Vaca 19/18 B3NC State Com #2H Sections 19 (E/2W/2) & 18 (E/2W/2), T19S, R35E Lea County, New Mexico

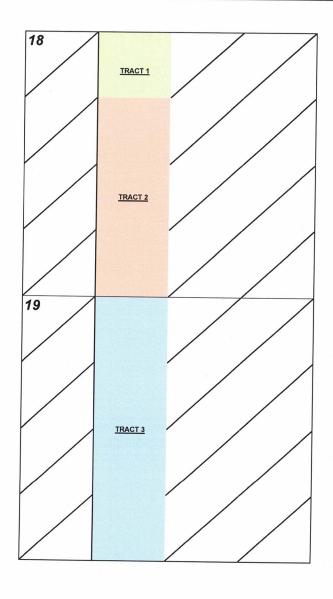
# Sections 19 (E/2W/2) & 20 (E/2W/2): Wolfcamp formation:

Mewbourne Oil Company, et al 500 West Texas, Suite 1020 Midland, Texas 79701	% Leasehold Interest 59.234805%
Chevron U.S.A. Inc.* P.O. Box 2100 Houston, Texas 77252	37.500000%
Seven Rivers, Inc.* P.O. Box 1598 Carlsbad, NM 88220-1598	1.240625%
James H. Bond* 4208 Beechwood Ln. Dallas, TX 75220-1908	1.240625%
Occidental Permian Limited Partnership* 5 Greenway Plaza, STE 110 Houston, TX 77046	0.783945%
	100.00000%

<sup>\*</sup> Total interest being pooled: 47.429426%

# RECAPITUALTION FOR SANTA VACA 19/18 B2NC STATE COM #1H & SANTA VACA B3NC STATE COM #2H

Tract Number	Number of Acres Committed	Percentage of Interest In Communitized Area		
1	40.00	12.500000%		
2	120.00	37.500000%		
3	160.00	50.000000%		
TOTAL	320.00	100.000000%		



# Summary of Communications Santa Vaca 19/18 B2NC State Com #1H & Santa Vaca 19/18 B3NC State Com #2H

#### CHEVRON U.S.A. INC.

- 1) 01/22/2020: Email correspondence between Cy Shook at Mewbourne and Shalyce Holmes at CVX regarding participating in the upcoming Santa Vaca wells
- 2) 02/14/2020: Mailed well proposal letters with AFEs via certified mail & emailed them to Ms. Shalyce Holmes
- 3) 02/14/2020: Email correspondence with Shalyce Holmes at Chevron. She indicated their lack of desire to participate in the proposed Santa Vaca wells.
- 4) 07/03/2020: Re-proposed well proposal letter with AFEs via certified mail to account for a well footing description error on the previous proposals sent

#### Seven Rivers, Inc.

- 1) 09/10/2020: Mailed well proposal letters with AFEs via certified mail
- 2) 10/13/2020: Certified mail returned due to unlocatable/undeliverable address.
- 3) 10/15/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.
- 4) 11/05/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.

#### James H. Bond

- 1) 09/10/2020: Mailed well proposal letters with AFEs via certified mail
- 2) 10/01/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.
- 3) 11/05/2020: Detailed search on the internet for a new address of this company/current contact information. Company unlocatable.

# Occidental Permian Limited Partnership

- 1) 12/22/2020: Mailed well proposal letters with AFEs via certified mail
- 2) 12/29/2020: Email correspondence with Clay Carroll who represents this interest regarding spud date questions and participation updates with the recently received well proposals.
- 3) 12/29/2020: Emailed Clay Carroll back answering his questions and providing him with requested information.



## MEWBOURNE OIL COMPANY

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

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

December 14, 2020

Via Certified Mail

Chevron U.S.A. Inc. 1400 Smith Street Houston, TX 77002 Attn: Shalyce Holmes

Re:

- Santa Vaca 19/18 B2NC State Com #1H 205' FSL & 1440' FWL (19) (SL) 100' FNL & 1980' FWL (18) (BHL) Sections 19/18, T19S, R35E Lea County, New Mexico
- Santa Vaca 19/18 B3NC State Com #1H 205' FSL & 1410' FWL (19) (SL) 100' FNL & 1980' FWL (18) (BHL) Sections 19/18, T19S, R35E Lea County, New Mexico
- 3. Updated page 8 to Santa Vaca 19/18 JOA dated 02/01/2020

#### Ladies and Gentlemen:

Under the terms of the governing Operating Agreement dated February 1, 2020, Mewbourne Oil Company as Operator hereby proposes to drill the captioned wells. The targeted interval for the proposed unit is the Bone Spring Formation. Mewbourne as Operator hereby proposes to drill the following horizontal Bone Spring wells:

- 1. Santa Vaca 19/18 B2NC State Com #1H will have a surface location 205' FSL & 1440' FWL in the above captioned Section 19 and a bottom hole location approximately 100' FNL & 1980' FWL of the above captioned Section 18. We anticipate drilling to an approximate total vertical depth of 10,251' and an approximate total measured depth of 20,486'. The E2W2 of Section 19 and the E2W2 of Section 18 will be dedicated to the well as the proration unit.
- 2. Santa Vaca 19/18 B2NC State Com #1H will have a surface location 205' FSL & 1410' FWL in the above captioned Section 19 and a bottom hole location approximately 100' FNL & 1980' FWL of the above captioned Section 18. We anticipate drilling to an approximate total vertical depth of 10,761' and an approximate total measured depth of 21,013'. The E2W2 of Section 19 and the E2W2 of Section 18 will be dedicated to the well as the proration unit.

Regarding the above, enclosed for your further handling are our AFE's dated December 10, 2020 for the captioned proposed wells. In the event your firm elects to participate in the proposed wells, please execute the enclosed AFE's and return them to me within thirty (30) days.

Lastly, please replace the attached page 8 of the Santa Vaca 19/18 Operating Agreement that was originally sent to you on February 14, 2020. This new page 8 extends the initial well date to February 1, 2022.

Should you have any questions regarding the above, please email me at <u>bdunn@mewbourne.com</u> or call me at (432) 682-3715. Thank you.

Sincerely,

MEWBOURNE OIL COMPANY

Brad Dunn

Petroleum Landman



December 24, 2020

Dear Simple Certified:

The following is in response to your request for proof of delivery on your item with the tracking number: 9414 8368 9784 6449 2174 95.

#### Item Details

Status:

Delivered

Status Date / Time:

December 24, 2020, 12:28 pm

Location:

HOUSTON, TX 77002

Postal Product: Extra Services:

First-Class Mail®

Certified Mail™

Return Receipt Electronic

**Recipient Name:** 

SHALYEE HOLMES

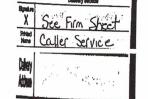
**Shipment Details** 

Weight:

2.0oz

### Recipient Signature

Signature of Recipient:



Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

> shalyee Holmes Chevron U.S.A. Inc, 1400 Smith Street Houston, TX 77002 Reference #: Santa Vaca 19/18

# MEWBOURNE OIL COMPANY AUTHORIZATION FOR EXPENDITURE

Well Name:		TA VACA 19/18 B2NC STATE COM #11		Pro	spect: S	ANTA VACA 19	/18	
Location: SI	L: 205 FSL & 1440	0 FWL (19); BHL: 100 FNL & 1980 FWL	. (18)		County: L	ea		ST: NI
Sec. 19	Blk: Surve	ву:	TWP: [	198	RNG:	35E Prop. T	VD: 10251	TMD: 2048
		INTANGIBLE COSTS 0180			CODE	ТСР	CODE	СС
	mits & Surveys				0180-010		00 0180-0200	
ocation / Road	d / Site / Preparation	on			0180-010		00 0180-0205	
	key / Footage Drill	ling 28 days drig / 4 days same 6	D \$10 FEO/J		0180-010			
uel	noy / r collage Dilli	ling 28 days drlg / 4 days comp @ 1700 gal/day @ \$1.30/gal	<u>y</u> \$18,550/d		0180-011		00 0180-0210	\$79
Alternate Fuels		17 00 garday @ \$1.50/gar			0180-011 0180-011		0180-0214	\$167
fud, Chemical					0180-012			
lud - Specializ					0180-012		0180-0221	
lorizontal Drillo timulation Toe							0180-0222	\$200
ementing	rreparation						0180-0223	\$25
ogging & Wire	line Services			_	0180-012			\$30
	/ Snubbing Service	ce			0180-013			\$395 \$60
lud Logging					0180-013			400
timulation	1.1.0.00	50 Stg 20.1MM gal & 20.1MN	/I lbs				0180-0241	\$1,250
timulation Ren Vater & Other	itals & Other						0180-0242	\$150
its	-				0180-014		0 0180-0245	\$408
spection & Re	pair Services				0180-014		0 0180-0248	\$8
lisc. Air & Pum					0180-015 0180-015		0 0180-0250 0180-0254	\$5
esting & Flowb	ack Services				0180-015			\$10 \$30
ompletion / Wo						\$10,00	0180-0260	\$10
ig Mobilization ansportation					0180-016		0	
	ruction, & Maint. S	enicos			0180-016			\$20
ontract Service	es & Supervision	ervices			0180-016			\$15
irectional Servi		Includes vertical control		_	0180-017		0180-0270	\$20
quipment Rent		includes vertical control		_	0180-017		0 0180-0280	000
Vell / Lease Leg					0180-0184			\$20
Vell / Lease Ins					0180-018			
tangible Suppl	ies				0180-0188			\$10
amages	nnect & ROW Ease				0180-0190		0180-0290	
ompany Super		ements			0180-0192		0180-0292	\$4,
verhead Fixed					0180-0195			\$119,
ontingencies		2% (TCP) 2% (CC)		$\neg$	0180-0196 0180-0199			\$20,
			TC	TAL	0100-0150	\$2,521,500		\$62, <b>\$3,185</b> ,
		TANGIBLE COSTS 0181				1		\$3,103,
asing (19.1" -	30")				0181-0793			
asing (10.1" -	19.0")	1890' - 13 3/8" 54.5# J-55 ST&C @ \$32.1	6/ft		0181-0794			
asing (8.1" - 1		3430' - 9 5/8" 40# HCL80 LT&C @ \$24.42	2/ft		0181-0795			
asing (6.1" - 8 asing (4.1" - 6		10700' - 7" 29# HCP-110 LT&C @ \$21.47			0181-0796	\$245,400		
ibing	2.0 )	10500' - 4 1/2" 13.5# P-110 BPN @ \$11.7	2/ft	-			0181-0797	\$131,
illing Head		9850' - 2 7/8" 6.5# EUE tbg @ \$4.54/ft		$-\parallel$	0181-0860	0.40.000	0181-0798	\$47,
bing Head & U				-	0181-0860	\$40,000		<b>#</b> 50
rizontal Compl		Completion liner hanger		$\neg$			0181-0870 0181-0871	\$50,0 \$82,0
bsurface Equip	p. & Artificial Lift	ESP					0181-0880	\$110,0
mping Unit Sys	stems						0181-0885	Ψ110,
orage Tanks		(1/2) VRU/SWD pump/booster comp				1.7	0181-0886	\$30,0
nissions Contro	ol Fauinment	(1/2) 6 - 750 bbl & 5 - 750 bbl coated (1/2) VRTs/VRU/Flare/KOs		$\rightarrow$			0181-0890	\$130,0
	iting Equipment	GB/30"x10'x1k# 3ph/36"x15'x1k#/8'x20'x7	5# UT				0181-0892	\$123,0
	ring Equipment	The state of the s	J# 111	$\dashv$			0181-0895	\$102,0
e Pipe & Valve				$\dashv$			0181-0898	\$63,0 \$18,0
ings / Valves &							0181-0906	\$110,0
thodic Protection		1.1.500				_	0181-0908	\$8,0
uipment Installa		Incl. ESP hookup					0181-0909	\$125,0
eline Construc							0181-0910	\$75,0
				$\dashv$			0181-0920	\$25,0
				$\dashv$				-
			TO	ΓΑΙ		\$439,800		*4 000
-			SUBTO	_				\$1,230,2
						\$2,961,300		\$4,416,1
		TOTAL V	WELL COS	Г		\$7,3	77,400	
Expense Insur	ect to be covered be erator has secured E ect to purchase my	y Operator's Extra Expense Insurance and Extra Expense Insurance covering costs of we own well control insurance policy.	ell control, clean	up an	nd redrilling a	the premium. as estimated in Lin	e Item 0180-01	85.
l ele		working interest owner elects to be covered by O	perator's well con	trol insu	ırance.			
l ele								
l ele ther box is checked Prepared I	by:	H. Buckley		Date:	12/10/202	<u>0</u>		
l ele ther box is checked Prepared I	/al:			oate:	12/10/2020	<u>0</u>		
l ele	val:				12/10/2020	0		

### MEWBOURNE OIL COMPANY

AUTHORIZATION FOR EXPENDITURE

Well Name:		A VACA 19/18 B3NC STATE COM #2H	AND DESCRIPTION OF THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED IN COLUMN TWIND TWO IS NAMED IN COLUMN TWO IS NAMED IN COLUMN TWO IS NAMED IN	ospec	: S	ANTA VACA 1	9/18	
Location: SI	L: 205 FSL & 1410	FWL (19); BHL: 100 FNL & 1980 FWL	_ (18)	Count	y: L	ea		ST: NN
Sec. 19	Blk: Surve	y:	TWP: 19		No Person	35E Prop.	TVD: 1076	AND DESCRIPTION OF THE PERSON
		NTANGIBLE COSTS 0180						
Regulatory Per		NIANGIBLE COSTS 0180			ODE 0-010	TCP 0 \$20,0	CODE 00 0180-02	
	d / Site / Preparatio	n		$\overline{}$	0-010	11-		
Location / Rest				018	0-010			
Daywork / Turn Fuel	key / Footage Drilli	7 3	@ \$18,550/d	018	0-011	0 \$594,3		
Alternate Fuels		1700 gal/day @ \$1.30/gal		_	0-011			
Mud, Chemical				_	0-011		0180-02	
Mud - Specializ					0-012 0-012			
Horizontal Drillo				1010	0-012	1	0180-02 0180-02	
Stimulation Toe	Preparation						0180-02	
Cementing				018	0-012	5 \$100,0		
Logging & Wire				018	0-013	\$2,5	00 0180-02	
Mud Logging	J / Snubbing Servic	8			0-013			34 \$60,
Stimulation		50 Stg 20.1MM gal & 20.1MM	Milha	018	0-013	\$20,0		
Stimulation Ren	ntals & Other	20 olg 20. Hvilvi gal & 20. Hvilv	VI IDS	_	-		0180-024	
Water & Other		XI		018	0-014	\$60,0	0180-024	
Bits					0-0148			
Inspection & Re		7		018	0-0150		00 0180-02	
Misc. Air & Pum Testing & Flowb				_	0-0154	1	0180-028	54 \$10,
Completion / W				018	0-0158	\$15,0		
Rig Mobilization				040	0-0164	0400.0	0180-026	\$10,
Transportation					0-0164 0-0165		00 0180-026	55 \$20,0
Welding, Constr	ruction, & Maint. Se	ervices			0-0168		00 0180-026	
	es & Supervision				0-0170		0180-027	
Directional Serv		Includes vertical control		0180	0-0175	\$432,50		120,0
Equipment Rent Well / Lease Leg					-0180		00 0180-028	
Well / Lease Ins					-0184		00 0180-028	
Intangible Suppl					0-0185		00 0180-028	
Damages					0-0188 0-0190		00 0180-028 00 0180-029	
Pipeline Intercor	nnect & ROW Ease	ements			-0192		0180-029	
Company Super					-0195			
Overhead Fixed	Rate			0180	-0196	\$10,00		
Contingencies		2% (TCP) 2% (CC)			-0199	\$51,60	0 0180-029	9 \$62,5
			TOTAL			\$2,629,20	0	\$3,185,9
Casina (10.1"		ANGIBLE COSTS 0181						
Casing (19.1" - Casing (10.1" -		19001 42 2/01/54 5# 1 55 070 0 0 000			-0793			
Casing (8.1" -		1890' - 13 3/8" 54.5# J-55 ST&C @ \$32.1 3430' - 9 5/8" 40# HCL80 LT&C @ \$24.4;			-0794	\$64,90		
Casing (6.1" - 8		11225' - 7" 29# HCP-110 LT&C @ \$21.47	2/π 7/ft	_	-0795 -0796	\$89,50 \$257,40		
Casing (4.1" - 6	6.0")	10500' - 4 1/2" 13.5# P-110 BPN @ \$11.7		10101	-0790	\$257,40	0181-079	7 \$131,4
Tubing		10375' - 2 7/8" 6.5# EUE tbg @ \$4.54/ft					0181-079	
Drilling Head				0181	-0860	\$40,00		+00,0
Tubing Head & L Horizontal Comp		0					0181-087	0 \$50,0
	p. & Artificial Lift	Completion liner hanger ESP		-			0181-087	
Pumping Unit Sy		ESP		-			0181-088	
Surface Pumps		(1/2) VRU/SWD pump/booster comp		+			0181-088	
Storage Tanks		(1/2) 6 - 750 bbl & 5 - 750 bbl coated		+			0181-0890	
Emissions Contro	ol Equipment	(1/2) VRTs/VRU/Flare/KOs					0181-0892	
Separation / Trea	ating Equipment	GB/30"x10'x1k# 3ph/36"x15'x1k#/8'x20'x7	′5# HT				0181-0895	
Automation Mete ine Pipe & Valve							0181-0898	\$63,0
ittings / Valves 8				-			0181-0900	
Cathodic Protecti				1			0181-0906	
lectrical Installa		Incl. ESP hookup		1		-	0181-0908	
quipment Install				$\bot$			0181-0910	
Pipeline Construc	ction						0181-0920	
			TOTAL			\$451,80	0	\$1,232,7
			SUBTOTAL			\$3,081,000		\$4,418,6
		TOTAL	WELL COST	İ				7.,,
xtra Expense Insu	rance	TOTAL	WELL COST		D D MANUE	\$7,4	199,600	
		v Operatorio Esta E						
LI Op	perator has secured E	y <mark>Operator's Extra Expense Insurance an</mark> Extra Expense Insurance covering costs of w	d pay my proportio	nate sh	are of	the premium.	: H 0400	0.0405
		own well control insurance policy.	comio, dean up	and red	ming a	as esumated in L	ше item 0180	J-U185.
		working interest owner elects to be covered by C	Operator's well control i	nsurance				
Prepared	l by:	H. Buckley	Date	12/1	0/202	0		
Company Appro	oval:		-					
			Date	_				
Joint Owner Inte	erest:	Amount:						
Joint Owner Na	ime:		Signature:					
				IVERS ON				

# 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. 21403

### SELF-AFFIRMED STATEMENT OF NATHAN CLESS

- 1. I am over 18 years of age and am competent to provide this Self-Affirmed Statement. I have personal knowledge of the matters addressed herein.
- 2. I am the District geologist at Mewbourne Oil Company ("Mewbourne"). I am familiar with the geological matters that pertain to Mewbourne's application.
- 3. I have previously testified before the New Mexico Oil Conservation Division as an expert in geology, and my qualifications were accepted.
- A structure map of the top of the Wolfcamp, which is the base of the Bone Spring formation, is attached as Exhibit B. The map shows that the structure dips to the south with approximately 200' of elevation change across the HSU. It also shows a line of cross section and the HSU for the proposed Santa Vaca 19/18 B2MD State Com #1H and the Santa Vaca 19/18 B3MD State Com #2H.
- Attached as Exhibit Be is a gross sand isopach map of the Third Bone Spring Sand formation, which is the target zone for the proposed Santa Vaca 19/18 B3MD State Com #2H. It shows that the sand across the HSU has an approximate thickness of 200-250'.

EXHIBIT 3 'A

Attachment C

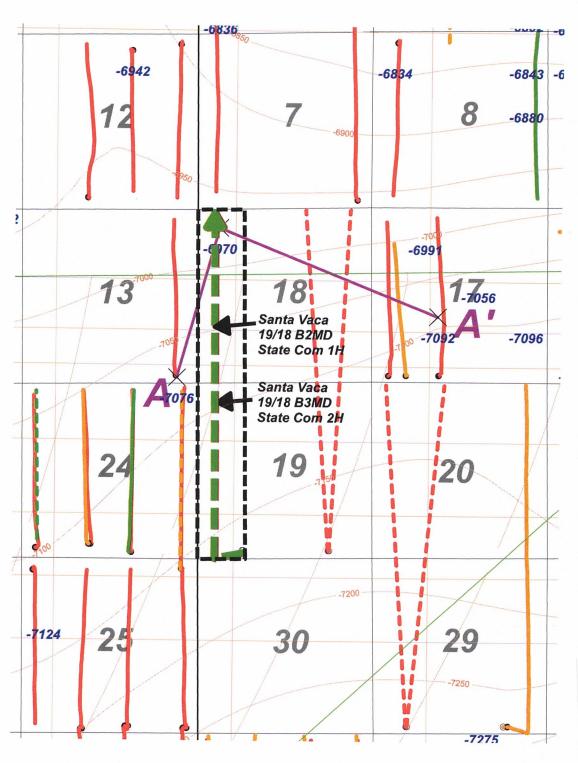
- 6. Attached as Exhibit Box is a gross sand isopach map of the Second Bone Spring Sand formation, which is the target zone for the proposed Santa Vaca 19/18 B2MD State Com #1H. It shows that the sand across the HSU has an approximate thickness of 437-500'.
- 7. Attached as Exhibit Bel is a west to east cross section. The well logs on the cross section provide a representative sample of the Second and Third Bone Spring Sand formations in the area. The target zone for the proposed wells is continuous across the HSU.
- the area. The target zone for the proposed wells is continuous across the HSU.

  8. Attached as Exhibit B 3 is a table containing production data from Second and Third Bone Spring Sand wells drilled in the vicinity. The preference is for standup wells (north to south or south to north), and the completed wells in the area apparently are commercial.
- 9. Exhibit Be includes Well Planning Reports for the proposed wells. The report contains a plot and lateral trajectory schematics of the planned wellbore. The well's producing interval will be orthodox.
  - 10. There are no depth severances in the Bone Spring formation in the proposed HSU.
  - 11. Based on the information discussed above, I am able to conclude that:
    - a) The HSU is justified from a geologic standpoint;
- b) There is no faulting or other geologic impediment that could adversely affect the drilling of the proposed wells; and
- c) Each quarter-quarter section in the HSU will contribute more or less equally to production.
- 12. In my opinion, the granting of Mewbourne's application will serve the interests of conservation and the prevention of waste.
- 13. Exhibits B-1 through B-6 were either prepared by me or compiled from company records.

14. 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 13 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.

Nathan Cless

3/11/7021 Date



Wells deeper than 7000'

TD

WFMP Top (subsea)



1st BSPG Sd Well

2nd BSPG Sd Well

3rd BSPG Sd Well

Drilled Well

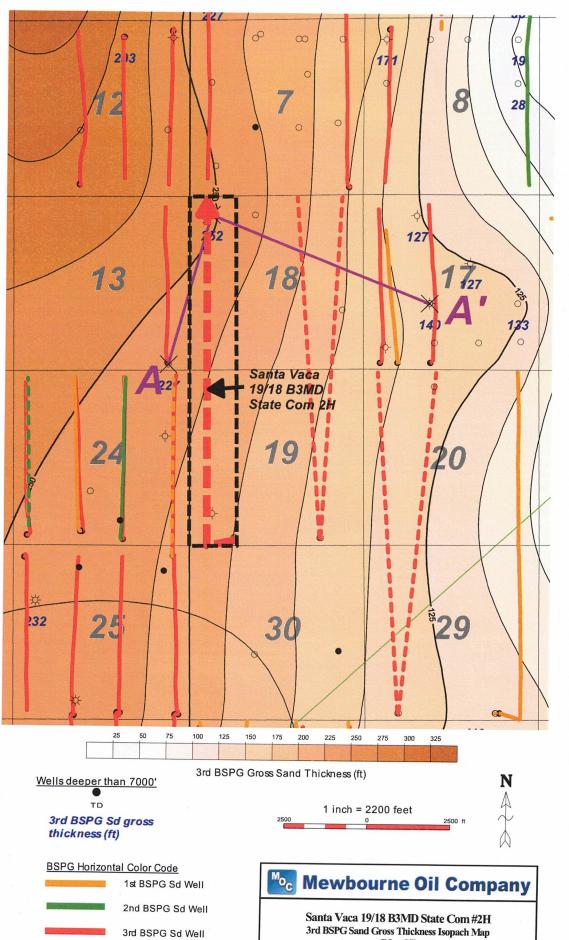
Permit



# Mewbourne Oil Company

Santa Vaca 19/18 B2MD State Com #1H & Santa Vaca 19/18 B3MD State Com #2H Wolfcamp Top Structure Map C.I. = 50'

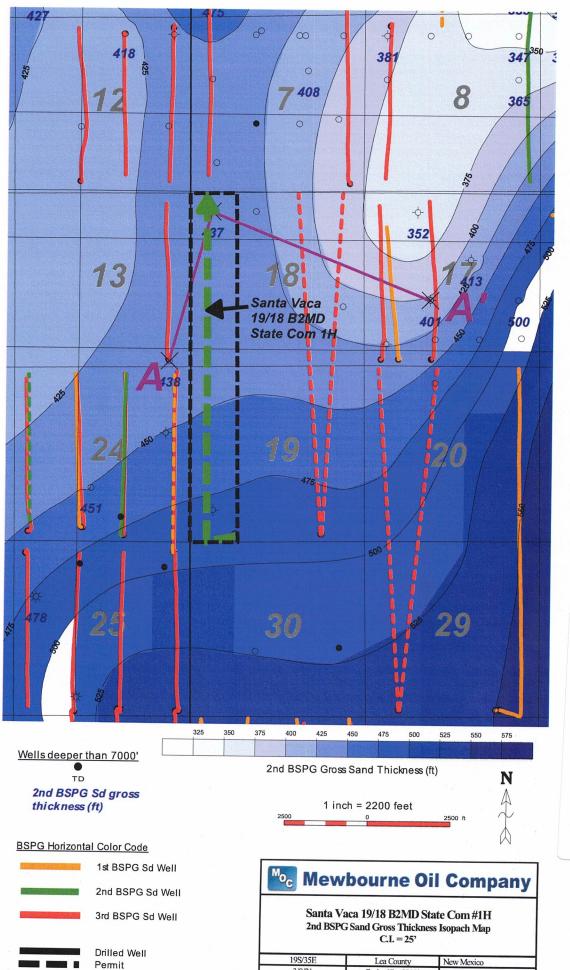
19S/35E	Lea County	New Mexico
3/8/21	Scale: 1" = 2200'	



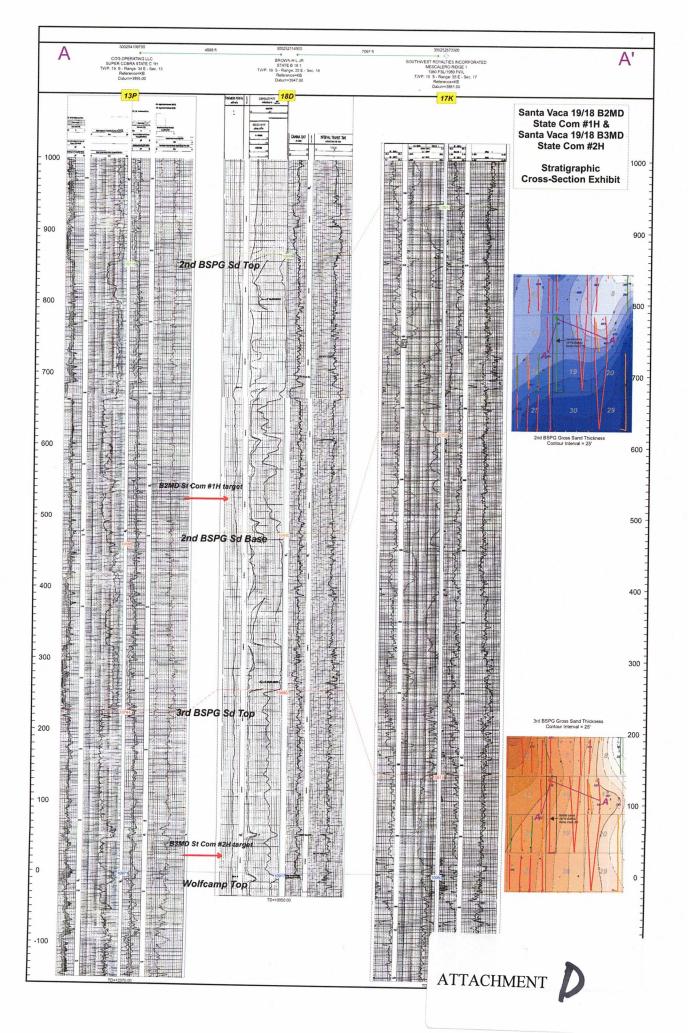
Drilled Well Permit

C.I. = 25'

19S/35E	Lea County	New Mexico
3/8/2021	Scale: 1" = 2200'	



Lea County 19S/35E New Mexico 3/8/21 Scale: 1" = 2200'



	Santa Vaca 2nd & 3rd B	d & 3rd Bo	one Spring	one Spring Sand Horizontal Production Data Table	tal Producti	on Data Tah	4		
						25 25 25 25 25 25 25 25 25 25 25 25 25 2	2		
Well Name	Operator	API	Location	Comp Date	Cum Oil (MBO)	Cum Gas (BCE)	Cum Oil (MBO) Cum Gas (BCE) Cum Water (MBW)	NS/EW	H7 Taract
PERLA NEGRA FEDERAL COM 7H	XTO ENERGY INC	300254381200	240B/19S/34E	2/1/2018	249	0.35	157	N N	ond Beng ed
HIBISCUS 08 19 35 RN STATE COM 124H	MATADOR PRODUCTION CO 300254250200	300254250200	8AP/19S/35E	1/9/2016	73	0.06	225	2 2	2nd BSPG Sd
TUSK FEDERAL 4H	COG OPERATING LLC	300254135801	250B/19S/34E	12/6/2013	157	0.09	142	2 00	3rd BSPG Sd
TUSK FEDERAL 5H	COG OPERATING LLC	300254157400	25PA/19S/34E	12/28/2014	156	0.13	183	2 0	PO 000 PIC
PERLA NEGRA FEDERAL COM 3H	XTO ENERGY INC	300254271000	240B/19S/34E	11/20/2015	256	0.19	88 98	2 2	ord Bob od
PERLA NEGRA FEDERAL COM 4H	XTO ENERGY INC	300254257700	24PA/19S/34E	9/19/2015	269	0.18	151	2 2	ord BSBC Sd
SUPER COBRA STATE COM 1H	COG OPERATING LLC	300254198701	13PA/19S/34E	2/1/2015	371	0.20	17.	2 2	Do Daca pic
AIRCOBRA 12 STATE COM 2H	COGOPERATING 11 C	300354003500	TA00040004		5	0.24	20	2	Std BSPG Sd
	COO CI ELONIO ELO	200224002200	12BU/193/34E	1/19/2011	522	0.38	149	NS	3rd BSPG Sd
AIRCOBRA 12 STATE COM 1H	COG OPERATING LLC	300254087500	12AP/19S/34E	7/13/2013	283	0.2	38	S.N	3rd BSPG Sd
AIRSTRIP 6 STATE COM 2H	COG OPERATING LLC	300254039700	6L7M/19S/35E	8/20/2014	312	0.21	76	2 2	50 000 000 000
AIRSTRIP FEE COM 1H	COG OPERATING LLC	300254115200	617P/19S/35E	8/22/2014	223	0.14	121	2 2	3rd BSPG Sd
TOMCAT FEE 1H	COG OPERATING LLC	300254171400	8DM/19S/35E	9/19/2014	111	0.08	, r	2 2	00 00 00 pic
CUATRO HIJOS FEE 4H	COG OPERATING LLC	300254175200	17MD/19S/35E	9/10/2014	. 6	90.0	8 5	2 4	DO DO DO DIO
CUATRO HIJOS FEE 3H	COG OPERATING LLC	300254227600	17NC/19S/35E	3/16/2015	86	20:0	06	2 2	and Book od

ATTACHMENT **E** 

### Mewbourne Oil Company

SURVEY CALCULATION REPORT Minimum Curvature Calculations

Operator: Mewbourne Oil Company
Lease Name: Santa Vaca 19/18 B2MD State Com 1H
KOP 9987.54

Target KBTVD:

10,465 Feet 10465.00 91.25

91.25 Degrees Target Angle: Section Plane: 355.04 Degrees

6.63 Degrees

Declination Corrected to True North:

Bit to Survey Offset: 44 Feet

Survey No.	Measured Depth-ft	Drift (Deg.)	Azimuth (Deg.)	Course Length	TVD (Feet)	Vertical Section	+N/-S (Feet)	+E/-W (Feet)	Closure	Closure Direction	BUR	DLS	KBTVD	+Above -Below Target	DRIFT RADIANS	AZIMUT (RADIAN	
T/I	9987.54	0.00	355.04	N/A	9987.5	0.0	0.0	0.0	0.0	0.0	N/A	N/A	9987.5	477.5	1E-12	6.20	#VALUE!
1	10063.58	9.13	355.04	76.043	10063.3	6.0	6.0	-0.5		355.0	12.0	12.0	10063.4	401.6			0.1592647
2	10139,62	18.25	355,04	76.043	10137.1		23.9	-2.1	24.0	355.0	12.0	12.0	10137.6	327.4	0.31853		0.1592647
3	10215.67	27.38	355.04	76.043	10207.1		53.3	-4.6	53.5	355.0	12.0	12.0	10208.3	256.7	0.47779		0.1592647
4 5	10291.71	36,50	355,04	76.043	10271.5		93.3	-8.1	93.7	355.0	12.0	12.0	10273.6	191.4	0.63706	6.20	0.1592647
6	10367.75 10443,79	45.63 54.75	355.04 355.04	76.043 76.043	10328.8		143.0	-12.4	143.6	355.0	12.0	12.0	10332.0	133.0	0.79632	6.20	0.1592647
7	10519.84	63,88	355,04	76.043	10377.5 10416.2		201.1	-17.5	201.9	355,0	12.0	12.0	10381.9	83.1	0.95559	6.20	0.1592647
8	10595.88	73.00	355.04	76.043	10444.1	337.9	266.2 336.6	-23.1 -29.2	267.2 337.9	355.0 355.0	12.0	12.0	10422.1	42.9	1.11485		0.1592647
9	10671.92	82.13	355.04	76.043	10460.5	412.1	410.5	-35.7	412.1	355.0	12.0 12.0	12.0	10451.5	13.5	1.27412		0.1592647
10	10747.97	91,25	355.04	76.043	10464.9	487.9	486.1	-42.2	487.9	355.0	12.0	12.0	10469.5	-4.5 -10.5	1.43338		0.1592647
11	10800,00	91,25	355,04	52.032	10463.7	539.9	537.9	-46.7	539.9	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	0.1592647 1E-10
12	10900.00	91.25	355.04	100	10461.6	639.9	637.5	-55.4	639.9	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
13	11000.00	91.25	355.04	100	10459.4	739.9	737.1	-64.0	739.9	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
14	11100.00	91.25	355.04	100	10457.2	839.8	836.7	-72.7	839.8	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
15	11200.00	91.25	355.04	100	10455.0	939.8	936.3	-81.3	939.8	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
17	11400,00	91.25 91.25	355.04 355.04	100	10452.8	1039.8	1035.9	-90.0	1039.8	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
18	11500,00	91,25	355,04	100	10450,6 10448,5	1139.8 1239.7	1135.5 1235.1	-98.6	1139.8	355.0	0.0	0.0	10475.5	-10.5	1,59265	6,20	1E-10
19	11600.00	91.25	355.04	100	10446.3	1339.7	1334.7	-107.3 -115.9	1239.7 1339.7	355.0 355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
20	11700.00	91.25	355.04	100	10444.1	1439.7	1434.3	-124.6	1439.7	355.0	0.0	0.0	10475.5 10475.5	-10.5 -10.5	1.59265	6.20	1E-10
21	11800.00	91.25	355.04	100	10441.9	1539.7	1533.9	-133.3	1539.7	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10 1E-10
22	11900.00	91.25	355.04	100	10439.7	1639.7	1633.5	-141.9	1639.7	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
23	12000.00	91.25	355.04	100	10437.5	1739.6	1733.1	-150.6	1739.6	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
24	12100.00	91.25	355.04	100	10435.3	1839.6	1832.7	-159.2	1839.6	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
25 26	12200.00	91,25	355.04	100	10433.2	1939.6	1932.3	-167.9	1939.6	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
27	12300,00	91.25 91.25	355.04 355.04	100	10431.0	2039.6	2031.9	-176.5	2039.6	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
28	12500.00	91.25	355.04	100	10428,8 10426.6	2139.5 2239.5	2131.5	-185.2	2139.5	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
29	12600,00	91.25	355.04	100	10424.4	2339.5	2330.7	-193.8 -202.5	2239.5 2339.5	355.0 355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
30	12700.00	91,25	355.04	100	10422.2	2439.5	2430.3	-211.1	2439.5	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	1E-10
31	12800.00	91.25	355.04	100	10420.1	2539.4	2529.9	-219.8	2539.4	355.0	0.0	0.0	10475.5 10475.5	-10.5 -10.5	1.59265	6.20	1E-10
32	12900.00	91.25	355.04	100	10417.9	2639.4	2629.5	-228.4	2639.4	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10 1E-10
33	13000.00	91.25	355.04	100	10415.7	2739.4	2729.1	-237.1	2739.4	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
34	13100.00	91.25	355.04	100	10413.5	2839.4	2828.7	-245.7	2839.4	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
35	13200.00	91.25	355.04	100	10411.3	2939.3	2928.3	-254.4	2939.3	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
36 37	13300,00 13400,00	91.25	355,04	100	10409.1	3039,3	3027.9	-263.0	3039.3	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	IE-10
38	13500.00	91.25 91.25	355,04 355.04	100	10406.9	3139.3			3139.3	355.0	0.0	0.0	10475.5	-10.5	1.59265	6.20	IE-10
39	13600.00	91.25	355.04	100	10404.8 10402.6	3239.3 3339.2	3227.1		3239.3	355.0	0.0	0.0	10475.5		1.59265	6.20	IE-10
40	13700.00	91,25	355.04	100	10402.0	3439.2			3339.2 3439.2	355.0	0.0	0.0	10475.5		1.59265	6.20	IE-10
41	13800.00	91,25	355,04	100	10398.2	3539.2			3539.2	355.0 355.0	0.0	0.0	10475.5		1,59265	6.20	1E-10
42	13900.00	91.25	355.04	100		3639.2			3639.2	355.0	0.0	0.0	10475,5 10475,5		1.59265	6.20	1E-10
	14000.00	91.25	355.04	100		3739,2			3739.2	355.0	0.0	0.0	10475.5		1.59265 1.59265	6.20	1E-10
	14100.00	91,25	355.04	100	10391.6	3839.1	3824.7	-332.3	3839.1	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10 1E-10
	14200.00	91,25	355.04	100	10389.5	3939.1	3924.3		3939.1	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
	14300.00	91.25	355.04	100		4039.1	4023.9	-349.6	4039.1	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
	14400.00	91.25	355.04	100		4139.1		-358.2	4139.1	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
	14500,00	91.25	355.04	100		4239.0			4239.0	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
	14600.00 14700.00	91.25 91.25	355.04	100					4339.0	355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
	14800.00	91.25	355.04 355.04	100					4439.0	355.0	0.0	0.0	10475.5		1.59265	6.20	IE-10
	14900.00	91.25	355,04	100						355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
	15000,00	91.25	355,04	100						355.0 355.0	0.0	0.0	10475.5		1.59265	6.20	1E-10
54	15100.00		355.04	100						355.0	0.0	0.0	10475.5 10475.5		59265	6.20	1E-10
55	15200.00	91.25	355.04	100						355.0	0.0	0.0	10475.5		.59265	6.20	1E-10
56																	1E-10



# 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. 21721

### SELF-AFFIRMED STATEMENT OF NATHAN CLESS

- I am over 18 years of age and am competent to provide this Self-Affirmed
   Statement. I have personal knowledge of the matters addressed herein.
- 2. I am the District Geologist at Mewbourne Oil Company ("Mewbourne"). I am familiar with the geological matters that pertain to Mewbourne's application.
- 3. I have previously testified before the New Mexico Oil Conservation Division as an expert in geology, and my qualifications were accepted.
- 4. A structure map of the top of the Wolfcamp, which is the base of the Bone Spring formation, is attached as Exhibit B-1. The map shows that the structure dips to the south with approximately 200' of elevation change across the HSU. It also shows a line of cross section and the HSU for the proposed Santa Vaca 19/18 B2NC State Com #1H and the Santa Vaca 19/18 B3NC State Com #2H.
- 5. Attached as Exhibit B-2 is a gross sand isopach map of the Third Bone Spring Sand formation, which is the target zone for the proposed Santa Vaca 19/18 B3NC State Com #2H. It shows that the sand across the HSU has an approximate thickness of 175-225'.

EXHIBIT 3.13

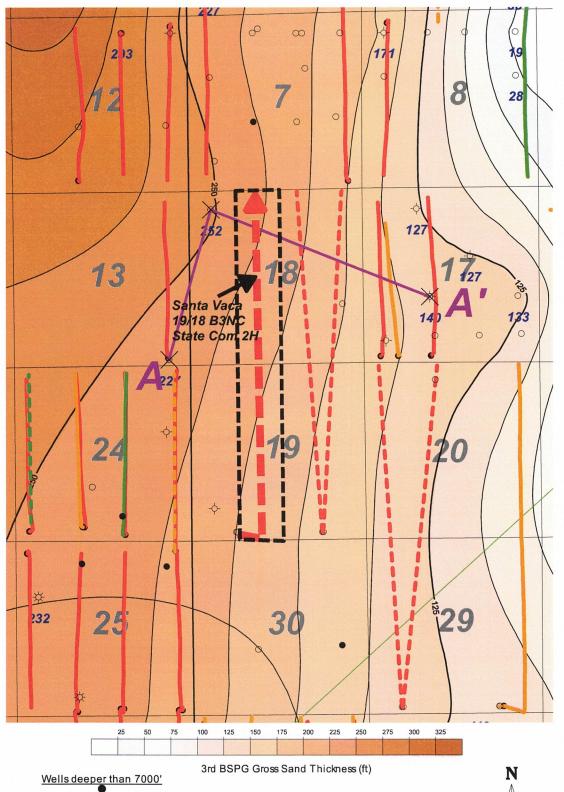
6. Attached as Exhibit B-3 is a gross sand isopach map of the Second Bone Spring Sand formation, which is the target zone for the proposed Santa Vaca 19/18 B2NC State Com #1H. It shows that the sand across the HSU has an approximate thickness of 425-500'.

7. Attached as Exhibit Box's a west to east cross section. The well logs on the cross section provide a representative sample of the Second and Third Bone Spring Sand formations in the area. The target zone for the proposed wells is continuous across the HSU.

8. Attached as Exhibit B-5 is a table containing production data from Second and Third Bone Spring Sand wells drilled in the vicinity. The preference is for standup wells (north to south or south to north), and the completed wells in the area apparently are commercial.

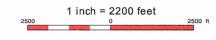
9. Exhibit Bo includes Well Planning Reports for the proposed wells. The report contains a plot and lateral trajectory schematics of the planned wellbore. The well's producing interval will be orthodox.

- 10. There are no depth severances in the Bone Spring formation in the proposed HSU.
- 11. Based on the information discussed above, I am able to conclude that:
  - a) The HSU is justified from a geologic standpoint;
- b) There is no faulting or other geologic impediment that could adversely affect the drilling of the proposed wells; and
- c) Each quarter-quarter section in the HSU will contribute more or less equally to production.
- 12. In my opinion, the granting of Mewbourne's application will serve the interests of conservation and the prevention of waste.
- Exhibits B-1 through B-6 were either prepared by me or compiled from company records.



TD

3rd BSPG Sd gross thickness (ft)

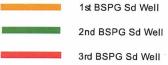


### Mo<sub>C</sub> **Mewbourne Oil Company**

Santa Vaca 19/18 B3NC State Com #2H 3rd BSPG Sand Gross Thickness Isopach Map C.I. = 25

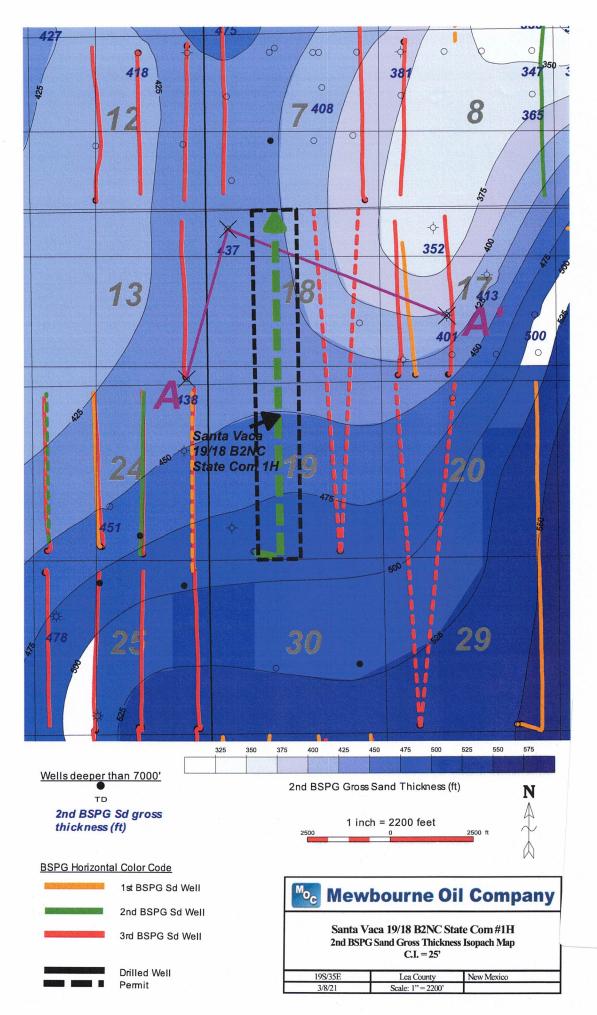
19S/35E Lea County New Mexico 3/8/2021 Scale: 1"=2200'













	Santa Vaca 2nd & 3rd Bone Spring Sand Horizontal Production Data Table	d & 3rd Bo	ne Spring	Sand Horizon	tal Producti	on Data Tab	a		
Well Name	Operator	API	Location	Comp Date	Cum Oil (MBO)	Cum Gas (BCF)	Cum Oil (MBO) Cum Gas (BCF) Cum Water (MBW)	NS/EW	HZ Target
PERLA NEGRA FEDERAL COM 7H	XTO ENERGY INC	300254381200	240B/19S/34E	2/1/2018	249	0.35	157	SN	2nd BSPG Sd
HIBISCUS 08 19 35 RN STATE COM 124H	MATADOR PRODUCTION CO	300254250200	8AP/19S/35E	1/9/2016	73	90.0	225	SN	2nd BSPG Sd
TUSK FEDERAL 4H	COG OPERATING LLC	300254135801	250B/19S/34E	12/6/2013	157	0.09	142	SN	3rd BSPG Sd
TUSK FEDERAL 5H	COG OPERATING LLC	300254157400	25PA/19S/34E	12/28/2014	156	0.13	183	SN	3rd BSPG Sd
PERLA NEGRA FEDERAL COM 3H	XTO ENERGY INC	300254271000	240B/19S/34E	11/20/2015	256	0.19	96	SN	3rd BSPG Sd
PERLA NEGRA FEDERAL COM 4H	XTO ENERGY INC	300254257700	24PA/19S/34E	9/19/2015	269	0.18	121	NS	3rd BSPG Sd
SUPER COBRA STATE COM 1H	COG OPERATING LLC	300254198701	13PA/19S/34E	2/1/2015	371	0.24	65	NS	3rd BSPG Sd
AIRCOBRA 12 STATE COM 2H	COG OPERATING LLC	300254003500	12BO/19S/34E	1/19/2011	522	0.38	149	NS	3rd BSPG Sd
AIRCOBRA 12 STATE COM 1H	COG OPERATING LLC	300254087500	12AP/19S/34E	7/13/2013	283	0.2	38	NS	3rd BSPG Sd
AIRSTRIP 6 STATE COM 2H	COG OPERATING LLC	300254039700	6L7M/19S/35E	8/20/2014	312	0.21	76	NS	3rd BSPG Sd
AIRSTRIP FEE COM 1H	COG OPERATING LLC	300254115200	617P/19S/35E	8/22/2014	223	0.14	121	NS	3rd BSPG Sd
TOMCAT FEE 1H	COG OPERATING LLC	300254171400	8DM/19S/35E	9/19/2014	111	0.08	55	SN	3rd BSPG Sd
CUATRO HIJOS FEE 4H	COG OPERATING LLC	300254175200	17MD/19S/35E	9/10/2014	91	90.0	101	NS	3rd BSPG Sd
CUATRO HIJOS FEE 3H	COG OPERATING LLC	300254227600	17NC/19S/35E	3/16/2015	86	0.07	90	NS	3rd BSPG Sd



### Mewbourne Oil Company

#### SURVEY CALCULATION REPORT Minimum Curvature Calculations

Operator: Mewbourne Oil Company Lease Name: Vaca 19/18 B2NC State Con

15300.00

KOP 9948.54

SL: 150 FNL & 1400 FWL Sec 6-20S-29E BHL: 330 FSL & 1400 FWL Sec 6-20S-29E Target KBTVD:

10,426 Feet 10426.00

Target Angle:

91.02 Degrees

Section Plane: Declination Corrected to True North:

2.97 Degrees 6.63 Degrees

Bit to Survey Offset:

44 Feet

Survey No.	Measured Depth-ft	Drift (Deg.)	Azimuth (Deg.)	Course Length	TVD (Feet)	Vertical Section	+N/-S (Feet)	+E/-W (Feet)	Closure Distance	Closure	BUR	DLS	KBTVD	+Above -Below Target	DRIFT RADIANS	AZIMUT (RADIAN	
T/I	9948,54	0,00		N/A	9948.5		0.0	0.0			N/A	N/A	9948,5	477.5	1E-12	0.05	#VALUE!
1	10024.39	9.10	2.97	75.854	10024.1	6.0	6.0	0.3	6.0	3.0	12.0	12.0	10024.2	401.8	0.15887	0.05	0.1588674
2	10100.24	18,20	2.97	75.854	10097.7	23.9	23.9	1.2	23.9	3.0	12.0	12.0	10098.1	327.9	0.31773	0.05	0.1588674
3	10176.10	27,31	2.97	75.854	10167.6	53.2	53.1	2.8	53.2	3.0	12.0	12.0	10168.5	257.5	0.4766	0.05	0.1588674
4	10251,95	36.41	2.97	75.854	10231.9	93.2	93.1	4.8	93.2	3.0	12.0	12.0	10233.6	192.4	0.63547	0.05	0.1588674
5		45.51	2.97	75.854	10289.2	142.9	142.7	7.4	142.9		12.0	12.0	10291.7	134.3	0.79434	0.05	0.1588674
6		54.61	2.97	75.854	10337.8	201.0	200.7	10.4	201.0	3.0	12,0	12.0	10341.4	84.6	0.9532	0.05	0.1588674
7		63.72		75.854	10376.6	266.0	265.7	13.8	266.0	3.0	12.0	12.0	10381.4	44.6		0.05	0.1588674
8	10555.36	72.82		75.854	10404.7	336.4	336.0	17.4	336.4	3.0	12.0	12.0	10410.7	15.3			0.1588674
9		81,92		75.854	10421.3	410.4	409.8	21,2	410.4	3.0	12.0	12.0	10428.6	-2.6		0.05	0.1588674
10	10707.07	91.02		75.854	10425.9	486.0	485.3	25.1	486.0	3.0	12.0	12.0	10434.6	-8.6			0.1588674
11	10800.00	91,02		92.929	10424.3	578.9	578.1	30.0	578.9	3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
12	10900.00	91.02		100	10422.5	678.9	678.0	35.1	678.9	3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
13	11000.00	91.02		100	10420.7	778.9	777.8	40.3	778.9	3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
14	11100.00	91.02		100	10418.9	878.9	877.7	45.5	878.9	3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
15	11200.00	91,02	2,97	100	10417.1	978.9	977.5	50.7	978.9	3,0	0.0	0.0	10434.6	-8.6	1,58867	0,05	1E-10
16	11300.00	91.02	2.97	100	10415.3	1078.8	1077.4	55.8	1078.8	3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
17	11400.00	91.02	2.97	100	10413.5	1178.8	1177.2	61.0	1178.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
18	11500,00	91.02	2.97	100	10411.7	1278.8	1277.1	66.2	1278.8	3.0	0.0	0.0	10434.6	-8.6	1,58867	0.05	1E-10
19	11600.00	91.02	2.97	100	10410.0	1378.8	1376.9	71.3	1378.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
21	11700.00	91.02	2.97	100	10408.2	1478.8	1476.8	76.5	1478.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
22	11800,00	91.02 91.02	2.97	100	10406.4 10404.6	1578.8 1678.7	1576.6	81.7	1578.8 1678.7	3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
23	12000.00			100			1676.5	86.9		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
24	12100,00	91.02	2.97	100	10402.8 10401.0	1778.7 1878.7	1776.3 1876.2	92.0 97.2	1778.7 1878.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
25	12200,00	91,02	2,97	100	10399.2	1978.7	1976.0	102.4	1978.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
26	12300.00	91.02	2.97	100	10397.4	2078.7	2075.9	107.6	2078.7	3.0	0.0	0.0	10434.6 10434.6	-8.6	1.58867	0.05	1E-10
27	12400,00	91.02	2.97	100	10395.7	2178.7	2175.7	112.7	2178.7	3.0	0.0	0.0		-8.6	1.58867	0.05	1E-10
28	12500,00	91.02	2.97	100	10393.7	2278.6	2275.6	117.9	2278.6	3.0	0.0		10434.6	-8.6	1.58867	0.05	1E-10
29	12600.00	91.02	2.97	100	10393.9	2378.6	2375.4	123.1	2378.6	3.0	0.0	0.0	10434.6 10434.6	-8.6 -8.6	1,58867	0.05	1E-10
30	12700.00	91,02	2.97	100	10390.3	2478.6	2475.3	128.3	2478.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10 1E-10
31	12800,00	91,02	2,97	100	10388.5	2578.6	2575.1	133.4	2578.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
32	12900,00	91.02	2.97	100	10386.7	2678.6	2675.0	138.6	2678.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
33	13000.00	91.02	2.97	100	10384.9	2778.6	2774.8	143.8	2778.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
34	13100.00	91.02	2.97	100	10383.1	2878.5	2874.7	149.0	2878.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
35	13200.00	91,02	2,97	100	10381.4	2978.5	2974.5	154.1	2978.5	3.0	0.0	0.0	10434.6	-8.6	1,58867	0.05	1E-10
36	13300.00	91.02	2.97	100	10379.6	3078.5	3074.4	159.3	3078.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
37	13400,00	91,02	2,97	100	10377.8	3178.5	3174.2	164.5	3178.5	3.0	0.0	0.0	10434.6	-8.6	1,58867	0.05	1E-10
38	13500.00	91.02	2.97	100	10376.0	3278.5	3274.1	169.7	3278.5	3.0	0.0	0.0	10434.6	-8.6	1,58867	0.05	1E-10
39	13600.00	91.02	2.97	100	10374.2	3378.5	3373.9	174.8	3378.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
40	13700,00	91.02	2,97	100	10372,4	3478.5	3473.8	180.0	3478.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
41	13800.00	91.02	2.97	100	10370.6	3578.4	3573.6	185.2	3578.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
42	13900,00	91,02	2,97	100	10368.8	3678.4	3673.5	190.4	3678.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
43	14000.00	91.02	2.97	100	10367.1	3778.4	3773.3	195.5	3778.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
44	14100.00	91.02	2.97	100	10365.3	3878.4	3873.2	200.7	3878.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
45	14200.00	91.02	2.97	100	10363.5	3978.4	3973.0	205.9		3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
46	14300.00	91.02	2.97	100	10361.7	4078.4	4072.9	211.0	4078.4	3.0	0.0	0.0	10434.6		1.58867	0.05	IE-10
47	14400.00	91.02	2.97	100	10359.9		4172.7		4178.3	3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
48	14500.00	91.02	2.97	100	10358.1	4278.3	4272.6	221.4	4278.3	3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
49	14600.00	91.02	2.97	100	10356.3	4378.3	4372.4		4378.3	3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
50	14700.00	91,02	2.97	100	10354.5	4478.3	4472.3	231.7		3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
51	14800.00	91.02	2.97	100	10352.8	4578.3	4572.1	236.9	4578.3	3.0	0.0	0.0	10434.6		1.58867	0.05	IE-10
52	14900.00	91,02	2.97	100	10351.0		4672.0	242.1	4678.3	3.0	0.0	0.0	10434.6		1.58867	0.05	IE-10
53	15000.00	91.02	2.97	100	10349.2	4778.2	4771.8	247.3	4778.2	3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
54	15100.00	91.02	2.97	100	10347.4		4871.7	252.4	4878.2	3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
55	15200.00	91,02	2.97	100	10345.6		4971.5		4978.2	3.0	0.0	0.0	10434.6		1.58867	0.05	1E-10
56	15300.00	91.02	2 07	100	10242 0	5070 3	E071 4	262.0	5000 0	2.0	0.0					00	12010

3.0

10343.8 5078.2 5071.4 262.8 5078.2

0.0

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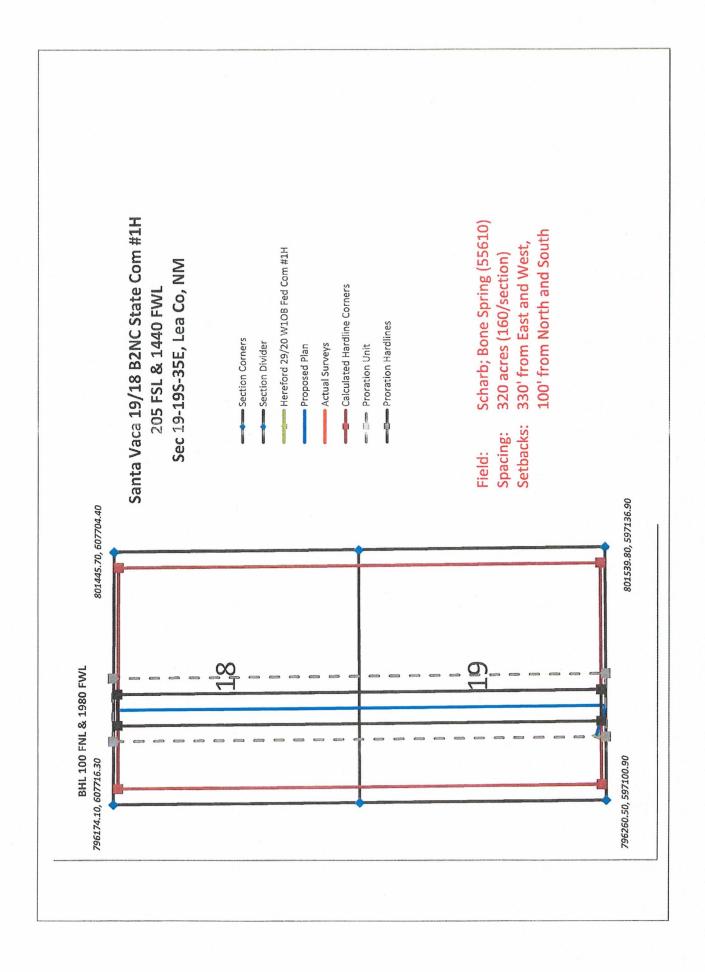
10434.6

-8.6 1.58867

IE-10



57	15400,00	91,02	2,97	100	10342,0	5178.2	5171.2	268.0	5178.2	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
58		91.02	2.97	100	10340,2		5271.1	273.1	5278.2	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
59		91.02	2.97	100	10338.5		5370.9	278.3	5378.1	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
60			2.97	100	10336.7		5470.8	283.5		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	IE-10
		91.02		100	10334.9		5570.6	288.7		3.0	0.0	0.0	10434.6	-8.6		0.05	1E-10
61		91.02	2.97	-											1.58867		
62		91,02	2.97	100	10333.1	5678.1	5670.5	293.8		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
63		91.02	2.97	100	10331.3		5770.3	299.0		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
64		91.02	2.97	100	10329.5		5870.2	304.2		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
65		91.02	2.97	100	10327.7		5970.0	309.4	5978.1	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
66		91.02	2,97	100	10325.9		6069.9	314.5		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
67	16400.00	91.02	2,97	100	10324.2		6169.7	319.7		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
68	16500,00	91,02	2,97	100	10322.4		6269.6	324.9		3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
69	16600,00	91.02	2,97	100	10320.6	6378.0	6369.4	330.0	6378.0	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
70	16700.00	91.02	2.97	100	10318.8	6478.0	6469.3	335.2	6478.0	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
71	16800,00	91,02	2.97	100	10317.0	6578.0	6569.1	340.4	6578.0	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
72	16900.00	91.02	2.97	100	10315.2	6677.9	6669.0	345.6	6677.9	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
73	17000.00	91.02	2.97	100	10313.4	6777.9	6768.8	350.7	6777.9	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
74	17100.00	91,02	2.97	100	10311.6	6877.9	6868.7	355.9	6877.9	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
75	17200.00	91.02	2,97	100	10309.8	6977.9	6968.5	361.1	6977.9	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
76	17300.00	91.02	2.97	100	10308.1	7077.9	7068.4	366.3	7077.9	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
77	17400,00	91.02	2.97	100	10306.3	7177.9	7168.2	371.4	7177.9	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
78		91.02	2.97	100	10304.5		7268.1	376.6	7277.8	3.0	0.0	0.0	10434.6	-8.6	1,58867	0.05	1E-10
79		91.02	2.97	100	10302.7		7367.9	381.8	7377.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
80		91.02	2.97	100	10300.9		7467.8	387.0	7477.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
81		91,02	2.97	100	10299.1	7577.8	7567.6	392.1	7577.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
82		91.02	2.97	100	10297.3		7667.5	397.3	7677.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
83		91.02	2.97	100	10295.5		7767.3	402.5	7777.8	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
84		91.02	2.97	100	10293.8		7867.2	407.7	7877.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
85				100	10293.8		7967.0	412.8	7977.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
86		91,02	2.97	100	10292.0			418.0	8077.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
		91,02	2,97				8066.9										
87		91.02	2.97	100	10288.4		8166.7	423.2	8177.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
88		91.02	2.97	100	10286.6		8266.6	428.4	8277.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
89		91.02	2.97	100	10284.8		8366.4	433.5	8377.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
90		91.02	2.97	100	10283,0		8466.3	438.7	8477.7	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
91	18800.00	91.02	2.97	100	10281.2		8566.1	443.9	8577.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
92		91.02	2,97	100	10279.5		8666.0	449.0	8677.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
93		91.02	2.97	100	10277.7		8765.8	454.2	8777.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
94	19100.00	91.02	2.97	100	10275.9	8877.6	8865.7	459.4	8877.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
95		91.02	2.97	100	10274.1	8977.6	8965.5	464.6	8977.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
96		91.02	2,97	100	10272.3	9077.6	9065.4	469.7	9077.6	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
97	19400.00	91.02	2.97	100	10270,5	9177.5	9165.2	474.9	9177.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	IE-10
98		91.02	2.97	100	10268.7		9265.1	480.1	9277.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
99	19600,00	91.02	2,97	100	10266.9	9377.5	9364.9	485.3	9377.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
100	19700.00	91.02	2,97	100	10265.2		9464.8	490.4	9477.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
101	19800.00	91.02	2.97	100	10263.4	9577.5	9564.6	495.6	9577.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
102	19900.00	91.02	2.97	100	10261.6	9677.5	9664.5	500.8	9677.5	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
103	20000.00	91,02	2.97	100	10259.8	9777.4	9764.3	506.0	9777.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
104	20100.00	91.02	2.97	100	10258.0	9877.4	9864.2	511.1	9877.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
105	20200,00	91,02	2.97	100	10256.2	9977.4	9964.0	516.3	9977.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
106	20300,00	91.02	2,97	100	10254.4	10077.4	10063.9	521.5	10077.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10
107	20400.00	91.02	2.97	100	10252.6	10177.4	10163.7	526.7	10177.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	IE-10
108	20486,02	91,02	2.97	86.024		10263.4	10249.6		10263.4	3.0	0.0	0.0	10434.6	-8.6	1.58867	0.05	1E-10



### Mewbourne Oil Company

#### SURVEY CALCULATION REPORT Minimum Curvature Calculations

Operator: Mewbourne Oil Company Lease Name: Vaca 19/18 B3NC State Con

KOP 10473.54

SL: 150 FNL & 1400 FWL Sec 6-20S-29E BHL: 330 FSL & 1400 FWL Sec 6-20S-29E Target KBTVD:

10,951 Feet 10951.00

91.11 Degrees 91.11 3.13 Degrees

Target Angle: Section Plane:

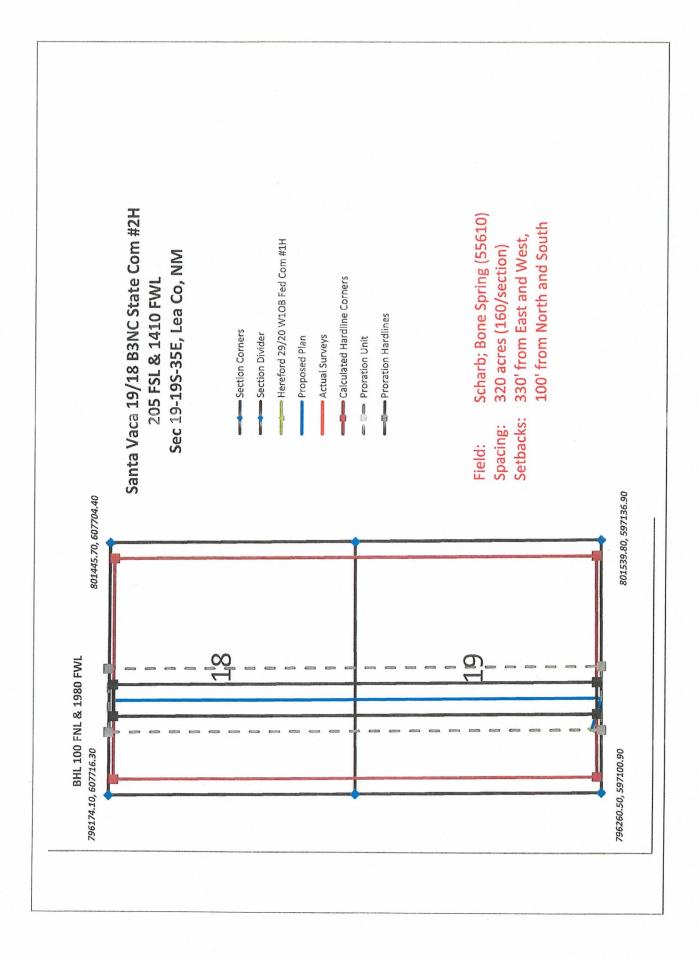
6.63 Degrees

Declination Corrected to True North:

Bit to Survey Offset:

Survey No.	Measured Depth-ft	Drift (Deg.)	Azimuth (Deg.)	Course Length	TVD (Feet)	Vertical Section	+N/-S (Feet)	+E/-W (Feet)	Closure Distance	Closure	BUR	DLS	KBTVD	+Above -Below Target	DRIFT (RADIANS	AZIMUT (RADIAN	
T/I	10473.54	0,00		N/A	10473.5	0.0	0.0	0.0	0.0	0.0	N/A	N/A	10473,5	477.5	1E-12	0.05	#VALUE!
1	10549.46	9.11		75.927	10549.1	6.0	6.0	0.3	6.0	3.1	12.0	12.0	10549.3	401.7	0.15902	0.05	0.1590202
2	10625,39	18.22		75.927	10622.8	23.9	23.9	1.3	23.9	3.1	12.0	12.0	10623.3	327.7	0.31804	0.05	0.1590202
3	10701.31	27.33	3,13	75.927	10692.8	53.3	53.2	2.9	53.3	3.1	12.0	12.0	10693.8	257.2	0.47706	0.05	0.1590202
4	10777.24	36.44		75.927	10757.2	93.4	93.2	5.1	93.4	3,1	12.0	12.0	10759.0	192.0	0.63608	0.05	0.1590202
5	10853,17	45.56	3.13	75.927	10814.4	143.1	142.9	7.8	143.1	3.1	12.0	12.0	10817.2	133.8	0.7951	0.05	0.1590202
6	10929.09	54.67	3,13	75.927	10863.1	201.3	201.0	11.0	201.3	3.1	12.0	12.0	10867.0	84.0	0.95412	0.05	0.1590202
7	11005.02	63.78	3,13	75.927	10901.9	266.5	266.1	14.6	266.5	3.1	12.0	12.0	10907.0	44.0	1.11314	0.05	0.1590202
8	11080,95	72.89	3.13	75.927	10929.9	337.0	336.5	18.4	337.0	3.1	12.0	12.0	10936.4	14.6	1.27216	0.05	0.1590202
9	11156.87	82,00	3,13	75.927	10946.4	411.0	410.4	22.5	411.0	3.1	12.0	12.0	10954.3	-3.3	1.43118		0.1590202
10	11232,80	91.11	3.13	75.927	10950.9	486.7	486.0	26.6	486.7	3.1	12.0	12.0	10960.4	-9.4	1.5902		0.1590202
11	11300,00	91,11	3.13	67.199	10949.6	553.9	553.1	30.3	553.9	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
12	11400.00	91.11	3,13	100	10947.7	653.9	652.9	35.8	653.9	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
13	11500.00	91.11	3.13	100	10945.7	753.9	752.8	41.2	753.9	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
14	11600.00	91.11	3.13	100	10943.8	853.9	852.6	46.7	853.9	3.1	0.0	0.0	10960,4	-9.4	1.5902	0.05	1E-10
15	11700.00	91.11	3,13	100	10941.8	953.8	952.4	52.2	953.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
16	11800.00	91.11	3.13	100	10939.9	1053.8	1052.2	57.6	1053.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
17	11900,00	91.11	3.13	100	10938,0	1153.8	1152.1	63.1	1153.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
18	12000.00	91.11	3,13	100	10936.0	1253.8	1251.9	68.6	1253.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
19	12100,00	91,11	3.13	100	10934.1	1353.8	1351.7	74.0	1353.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
20	12200,00	91,11		100	10932.1	1453.7	1451.6	79.5	1453.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
21	12300.00	91,11		100	10930.2	1553.7	1551.4	85.0	1553.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10 1E-10
22	12400.00	91.11		100	10928.3	1653.7 1753.7	1651.2	90.4	1653.7	3.1	0.0	0.0	10960.4 10960.4	-9.4 -9.4	1,5902	0.05	1E-10
23	12500,00	91.11	3.13	100	10926.3		1751.1	95.9	1753.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
24	12600.00	91.11	3.13	100	10924.4	1853.7	1850.9 1950.7	101.4	1853.7 1953.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
25	12700.00	91.11	3,13	100 100	10922.4 10920.5	1953.7 2053.6	2050.6	112.3	2053.6	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
26	12800.00	91.11	3.13	100	10920.3	2153.6	2150.4	117.7	2153.6	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
27 28	12900.00	91.11		100	10916.6		2250.2	123.2	2253.6	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
29	13000.00	91.11	3,13 3,13	100	10914.7	2353.6	2350.1	128.7	2353.6	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
30	13100.00	91.11 91.11	3.13	100	10914.7	2453.6	2449.9	134.1	2453.6	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
31	13200.00 13300.00	91.11		100	10910.8	2553.5	2549.7	139.6	2553.5	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
32	13400.00	91.11		100	10908.9	2653.5	2649.6	145.1	2653.5	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
33	13500,00	91,11		100	10906.9	2753.5	2749.4	150.5	2753.5	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
34	13600.00	91.11	3.13	100	10905.0	2853.5	2849.2	156.0	2853.5	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
35	13700.00	91.11		100	10903.0	2953.5	2949.0	161.5	2953.5	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
36	13800,00	91,11	3.13	100	10901.1	3053.4	3048.9	166.9	3053.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
37	13900.00	91.11		100	10899.2	3153.4	3148.7	172.4	3153.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
38	14000.00	91.11		100	10897.2	3253.4	3248.5	177.9	3253.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
39	14100,00	91.11	3.13	100	10895.3	3353.4	3348.4	183.3	3353.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
40	14200.00	91.11	3.13	100	10893.3	3453.4	3448.2	188.8	3453.4	3.1	0.0	0.0	10960,4	-9.4	1.5902	0.05	1E-10
41	14300.00	91.11	3.13	100	10891.4	3553.4	3548.0	194.3	3553.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
42	14400,00	91.11	3,13	100	10889.5	3653.3	3647.9	199.7	3653.3	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
43	14500.00	91.11	3.13	100	10887.5	3753.3	3747.7	205.2	3753.3	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
44	14600,00	91.11	3.13	100	10885.6	3853.3	3847.5	210.7	3853.3	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
45	14700.00	91.11	3.13	100	10883.6	3953.3	3947.4	216.1	3953.3	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
46	14800.00	91.11	3.13	100	10881.7	4053.3	4047.2	221.6	4053.3	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	IE-10
47	14900.00	91.11	3.13	100	10879.7	4153.2	4147.0	227.1	4153.2	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
48	15000.00	91.11	3.13	100	10877.8	4253.2	4246.9		4253.2	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
49	15100.00	91.11	3.13	100	10875.9	4353.2	4346.7	238.0	4353.2	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
50	15200,00	91.11	3.13	100	10873.9		4446.5	243.5		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
51	15300.00	91.11		100	10872.0		4546.4	248.9		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
52	15400.00	91.11		100	10870.0		4646.2	254.4		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
53	15500.00	91.11		100	10868.1	4753.1	4746.0	259.9		3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
54	15600.00	91.11		100	10866.2		4845.8	265.3	4853.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
55	15700.00	91.11		100	10864.2		4945.7	270.8	4953.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	IE-10
56	15800,00	91.11	3.13	100	10862.3	5053.1	5045.5	276.3	5053.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10

57	15900.00	91.11	3,13	100	10860.3	5153.1	5145.3	281.7	5153.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	IE-10
58	16000.00	91,11	3.13	100	10858.4	5253.0	5245.2	287.2	5253.0	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
59	16100,00	91,11	3.13	100	10856.5	5353.0	5345.0	292.7	5353.0	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	IE-10
60	16200.00	91.11	3,13	100	10854.5	5453.0	5444.8	298.1	5453.0	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	IE-10
61	16300.00	91.11	3,13	100	10852.6	5553.0	5544.7	303.6	5553.0	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
62	16400.00	91,11	3.13	100	10850.6	5653.0	5644.5	309.1	5653.0	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
63	16500.00	91.11	3,13	100	10848.7	5752.9	5744.3	314.5	5752.9	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
64	16500.00	91.11	3.13	100	10846.8	5852.9	5844.2	320.0	5852.9	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
65	16700.00	91,11	3.13	100	10844.8	5952.9	5944.0	325.5	5952.9	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
66	16800.00	91.11	3,13	100	10842.9	6052.9	6043.8	330.9	6052.9	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
67	16900.00	91.11	3.13	100	10840.9	6152.9	6143.7	336.4	6152.9	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
68	17000.00	91,11	3.13	100	10839.0	6252.8	6243.5	341.9	6252.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
69	17100.00	91.11	3.13	100	10837.1	6352.8	6343.3	347.3	6352.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
70	17200.00	91.11	3.13	100	10835.1	6452.8	6443.2	352.8	6452.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
71	17300,00	91.11	3.13	100	10833.2	6552.8	6543.0	358.3	6552.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
72	17400.00	91,11	3,13	100	10831.2		6642.8	363.7	6652.8	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
73	17500.00	91.11	3.13	100	10829.3		6742.6	369.2	6752.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
74	17600.00	91,11	3.13	100	10827.4	6852.7	6842,5	374.7		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
75	17700.00	91.11	3,13	100	10825.4	6952.7	6942.3	380.1	6952.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
76	17800,00	91.11	3.13	100	10823.5	7052.7	7042.1	385.6		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	IE-10
77	17900.00	91.11	3.13	100	10821.5	7152.7	7142.0	391.1	7152.7	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
78	18000.00	91.11	3,13	100	10819.6		7241.8	396.5		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
79	18100,00	91.11	3.13	100	10817.7	7352.6	7341.6	402.0	7352.6	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	IE-10
80	18200,00	91.11	3.13	100	10815.7		7441.5	407.5		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
81	18300,00	91.11	3.13	100	10813.8	7552.6	7541.3	412.9		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
82	18400,00	91.11	3.13	100	10811.8	7652.6	7641.1	418.4		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
83	18500.00	91.11	3.13	100	10809.9		7741.0	423.9	7752.6	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
84	18600.00	91,11	3,13	100	10808.0	7852.5	7840.8	429.3		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
85	18700.00	91.11	3.13	100	10806.0	7952.5	7940.6	434.8	7952.5	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
86	18800,00	91.11	3.13	100	10804.1	8052.5	8040.5	440.3	8052.5	3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
87	18900.00	91.11	3,13	100	10802.1	8152.5	8140.3	445.7		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
88	19000,00	91.11	3,13	100	10800.2		8240.1	451.2		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
89	19100,00	91.11	3.13	100	10798.2		8340.0	456.7		3.1	0.0	0.0	10960,4	-9.4	1.5902	0.05	1E-10
90	19200.00	91.11	3,13	100	10796.3	8452.4	8439.8	462.1	8452.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
91	19300.00	91.11	3.13	100	10794.4	8552.4	8539.6	467.6		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
92	19400,00	91.11	3.13	100	10792.4	8652.4	8639.4	473.1	8652.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
93	19500.00	91.11	3,13	100	10790.5		8739.3	478.5		3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
94	19600.00	91.11	3,13	100	10788.5		8839.1	484.0	8852.4	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
95	19700,00	91,11	3.13	100	10786.6		8938.9	489.5	8952.3	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
96	19800.00	91.11	3,13	100	10784.7		9038.8	494.9	9052.3	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
97	19900.00	91.11	3,13	100	10782.7		9138.6	500.4		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
98	20000,00	91,11	3.13	100	10780.8	9252.3	9238.4	505.9		3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
99	20100,00	91,11	3.13	100	10778.8	9352.3	9338.3	511.3		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
100	20200.00	91.11	3,13	100	10776.9		9438.1	516.8	9452.2	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
101	20300,00	91.11	3.13	100	10775.0	9552.2	9537.9	522.3		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
102	20400.00	91.11	3.13	100	10773.0	9652.2	9637.8	527.7		3.1	0.0	0.0	10960.4	-9.4	1,5902	0.05	1E-10
103	20500.00	91.11	3,13	100	10771.1	9752.2	9737.6	533.2		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
104	20600.00	91.11	3,13	100	10769.1	9852.2	9837.4	538.7		3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
105	20700,00	91.11	3.13	100	10767.2		9937.3	544.1	9952.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
106	20800.00	91.11	3,13	100		10052.1	10037.1		10052.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
107	20900.00	91.11	3,13	100		10152.1	10136.9		10152.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
108	21000,00	91,11	3.13	100		10252.1	10236.8		10252.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
109	21013.03	91.11		13.028		10265.1	10249.8		10265.1	3.1	0.0	0.0	10960.4	-9.4	1.5902	0.05	1E-10
109	21013.03	31.11	0.10	15,526	10/01.1	10200.1	10.17.0	551,2		200	0.0	5.0					



# 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 Nos. 21403 & 21721

### 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 letters and certified return receipts are attached hereto as Attachment A.
  - 5. Applicant has complied with the notice provisions of Division Rules.

6. 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:  $\frac{3116124}{1}$ 

James Bruce

EXHIBIT

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

February 24, 2021

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of two applications for compulsory pooling, filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, regarding Bone Spring wells in (i) the W/2W2 of Section 19 and the W/2W/2 of Section 18 (Case No. 21403), and (ii) the E/2W/2 of Section 19 and the E/2E/W of Section 18 (Case No. 21721), all in Township 19 South, Range 35 East, NMPM, Lea County, New Mexico.

These matters are scheduled for hearing at 8:15 a.m. on Thursday, March 18, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go to <a href="mailto:emmrd.state.nm.us/OCD/hearings">emmrd.state.nm.us/OCD/hearings</a> or see the instructions posted on the Division's website, <a href="http://emmrd.state.nm.us/OCD/announcements.html">http://emmrd.state.nm.us/OCD/announcements.html</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 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 Thursday, March 11, 2021. This statement may be filed online with the Division at <u>ocd.hearings@state.nm.us</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 Diuce

Attorney for Mewbourne Oil Company

### EXHIBIT A

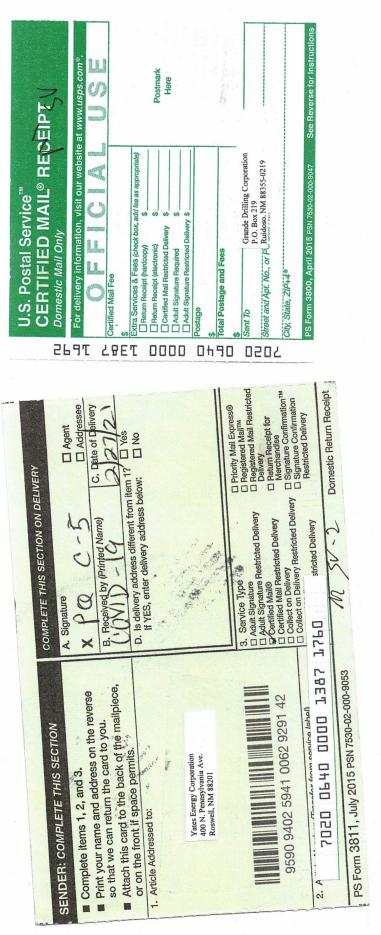
- Yates Energy Corporation 400 N. Pennsylvania Ave. Roswell, NM 88201 Attn: Land Manager
- Hutchings Oil Company
   40 First Plaza Center NW. Ste. 610
   Albuquerque, NM 87102
   Attn: Land Manager
- Seven Rivers, Inc.
   P.O. Box 1598
   Carlsbad, NM 88220-1598
   Attn: Land Manager
- Yates-US Inc.
   P.O. Box 2323
   Roswell, New Mexico 88202-2323
   Attn: Land Manager
- James H. Bond 4208 Beechwood Lane Dallas, TX 75220-1908
- Scott Brothers Trust
   HC 64 P.O. Box 2012
   Castle Valley, UT 84532
   Attn: Land Department
- Grande Drilling Corporation P.O. Box 219 Ruidoso, NM 88355-0219 Attn: Land Manager

Chevron U.S.A. Inc. 6301 Deauville Boulevard Midland, TX 79706

Attention: Permitting Team

Occidental Permian Limited Partnership P.O. Box 4294 Houston, TX 77210-4294

Attention: Clay Carroll



		AGENT DE MONOCETTE
al Service™	SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERS
ED MAIL® RECKIPT	■ Complete items 1, 2, and 3. ■ Print your name and address on the reverse	A. Signature
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	PS Form 3811, July 2015 PSN 7530-02-000-9053	

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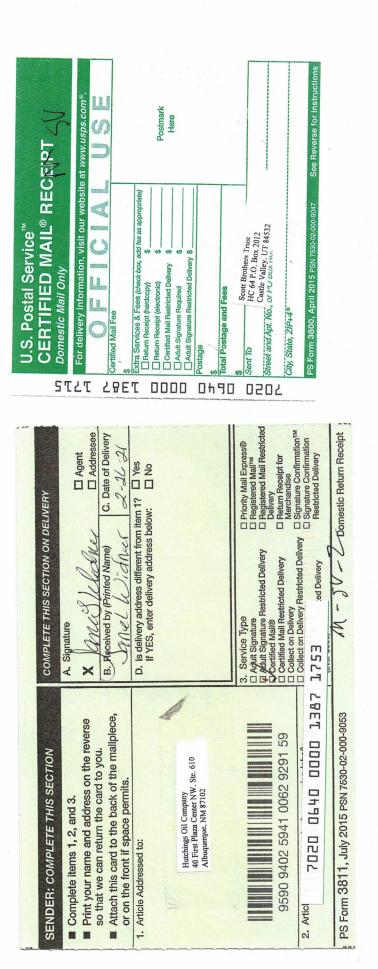
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PS Form 3800, Ap

Street and Apt. No.,

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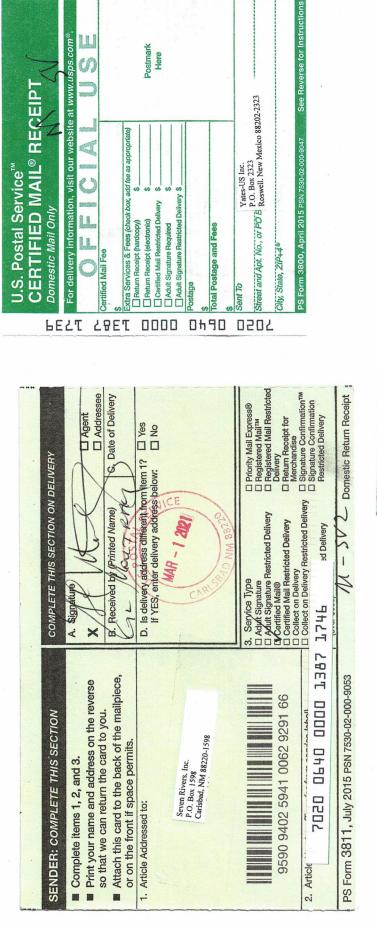
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-	;	SENDER: COMPLETE THIS SECTION
ES	U.S. Postal Service"  CERTIFIED MAIL® RECEIPT  Domestic Mail Only	<ul><li>Complete items 1, 2, and 3.</li><li>Print your name and address on the reverse so that we can return the card to you.</li></ul>
TLE	For delivery information, visit our website at www.	Attach this card to the back of the mailpiece, or on the front if space permits.
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I I	301	Scott Brothers Trust
001	Recurn Receipt (electronic) \$   Postmark     Certified Mail Restricted Delivery \$   Herra	HC 64 F.O. Box 2012 Castle Valley. UT 84533
00	Adult Signature Required \$	
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h 91	\$ Total Postage and Fees	
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20	Street and Apt. No., or PC	2. Artic Than The Transfer 134
7	City, State, ZIP+4®	
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	PS Form 3811, July 2015 PSN 7530-02-000-9053

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<ul> <li>so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	e l
1. Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
Scott Brothers Trust HC 64 P.O. Box 2012 Castle Valley. UT 84572	
9590 9402 5941 0062 9291 97	Service Type     Adult Signature     Adul
2. Artic 7020 0640 0000 1387 1715	on Delivery Restricted Delivery

Domestic Return Receipt



COMPLETE THIS SECTION ON DELIVERY	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:  If YES, enter delivery address below:  If No	3. Service Type    Adult Signature   Priority Mail Express®     Adult Signature Restricted Delivery   Registered Mail Restricted Delivery   Registered Mail Restricted Delivery   Delivery   Delivery   Delivery   Signature Confirmation   Signature	i Idiadan II Inda direalina
SENDER: COMPLETE THIS SECTION	<ul> <li>Complete items 1, 2, and 3.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:         <ul> <li>Yates-US Inc.</li> <li>P.O. Box 2323</li> <li>Roswell. New Mexico 88202-2333</li> </ul> </li> </ul>	2. Article 7020 9402 5941 0062 9291 73 Certified Certified Collect or Collect	

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U.S. Postal Service

See Reverse for Instructions

PS Form 3800, April 2015 PSN 7530-02-000-9047

City, State, ZIP+4®

Street and Apt. No., or P. Carlsbad, NM 88220-1598

0507

Seven Rivers, Inc.

## **USPS Tracking®**

FAQs >

### Track Another Package +

**Tracking Number:** 70200640000013871777

Remove X

Your item was picked up at a postal facility at 4:22 am on March 12, 2021 in HOUSTON, TX 77002.

## **Oblivered**

March 12, 2021 at 4:22 am

Delivered, Individual Picked Up at Postal Facility
HOUSTON, TX 77002

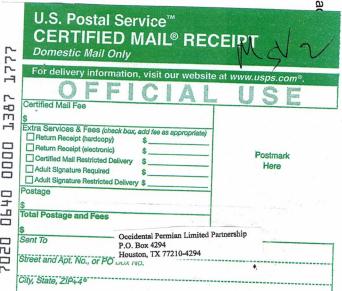
Get Updates

Text & Email Updates

Tracking History

Product Information

See Less



PS Form 3800, April 2015 PSN 7530-02-000-9047

## Can't find what you're looking for?

Go to our FAQs section to find answers to your tracking questions.

### **FAQs**

## **USPS Tracking®**

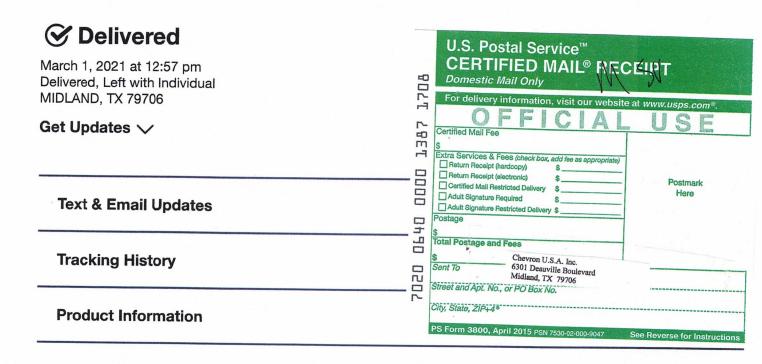
FAQs >

## Track Another Package +

Tracking Number: 70200640000013871708

Remove X

Your item was delivered to an individual at the address at 12:57 pm on March 1, 2021 in MIDLAND, TX 79706.



See Less ^

## Can't find what you're looking for?

Go to our FAQs section to find answers to your tracking questions.

### LEGAL NOTICE December 4, 2020

To: Yates Energy Corporation, Hutchings Oil Company, Seven Rivers, Inc., Yates-US Inc., James H. Bond, Scott Brothers Trust, and Grande Drilling Corporation, or your heirs, devisees, successors, or assigns: Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division (Case No. 21403) seeking an order pooling all mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 19 and the W/2W/2 of Section 18, Township 19 South, Range 35 East, NMPM. The unit will be dedicated to the Santa Vaca 19/18 B2MD State Com. Well No. 1H and the Santa Vaca 19/18 B3MD State Com. Well No. 2H, which will be drilled to depths sufficient to test the Bone Spring formation. The wells are horizontal wells, with first take points in the SW/4SW/4 of Section 19 and last take points in the NW/4NW/4 of Section 18. Also to be considered will be the cost of drilling, completing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, and equipping the wells. The application is scheduled to be heard at 8:15 a.m. on December 17, 2020. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go to emnrd.state.nm.us/OCD/hearings or see the instructions posted on the Division's website, http://emnrd.state.nm.us/OCD/announcements.html. As an interest owner in the well unit, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter 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 Thursday, December 10, 2020. This statement may be filed online with the Division at ocd.hearings@state.nm.us, 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. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504, (505) 982-2043, jamesbruc@aol.com. The unit is located approximately 14 miles west-northwest of Monument, New Mexico.

#36045

EXHIBIT 5.4

## **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—March 03, 2021 and ending with the issue dated March 03, 2021.

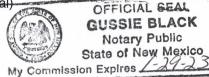
Publisher

Sworn and subscribed to before me this 3rd day of March 2021.

Business Manager

My commission expires

January 29, 2023 (Seal)



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

#### LEGAL NOTICE March 3, 2021

To: Yates Energy Corporation, Hutchings Oil Company, Seven Rivers, Inc., Yates-US Inc., James H. Bond, Scott Brothers Trust, Grande Drilling Corporation, Chevron U.S.A. Inc., and Occidental Permiss Limited Partnership or vour heirs Permian Limited Partnership, or your heirs, devisees, successors, or assigns: Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division (Case No. 21721) seeking an order pooling all mineral interest owners seeking an order pooling all mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2W/2 of Section 19 and the E/2W/2 of Section 18, Township 19 South, Range 35 East, NMPM. The unit will be dedicated to the Santa Vaca 19/18 B2NC State Com. Well No. 1H and the Santa Vaca 19/18 B3NC State Com. Well No. 2H, which will be drilled to depths sufficient to test, the Bone Spring formation. The wells are horizontal wells, with first take points in the SE/4SW/4 of Section 19 and last take points in the SE/4SW/4 of Section 19 and last take points in the NE/4NW/4 of Section 18. Also to be considered will be the cost of drilling, completing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in the wells, and a 200% charge for the risk involved in drilling, completing, and equipping the wells. The application is scheduled to be heard at 8:15 a.m. on March 18, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go to emnrd.state.nm.us/OCD/hearings or see the instructions posted on the Division's website, http://emnrd.state.nm.us/OCD/announcements.html. As an interest owner in the well unit, you have the As an interest owner in the well unit, you have the right to enter an appearance and participate in the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter 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 Thursday, March 11, 2021. This statement may be file d online with the Division at lead begings grates pressure and speculd include: The ocd.hearings@state.nm.us, and should include: The name of the party and his or her attorney; a concise statement of the case; the name(s) of the 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. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504, (505) 982-2043, jamesbruc@aol.com. The unit is located approximately 14 miles westunit is located approximately 14 miles westnorthwest of Monument, New Mexico.

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JAMES BRUCE JAMES BRUCE, ATTORNEY AT LAW P.O. BOX 1056 SANTA FE, NM 87504 EXHIBIT 6. (5

Mewbourne Oil Compa  Mewbourne Oil Compa  James Bruce		
Mewbourne Oil Compa  Mewbourne Oil Compa  James Bruce  Application of Mewbou	21403 March 18, 2021 any any/OGRID No.14744	
Mewbourne Oil Compa James Bruce Application of Mewbou	March 18, 2021  any  any/OGRID No.14744	
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Mewbourne Oil Compa James Bruce Application of Mewbou	any/OGRID No.14744	
Application of Mewbou	urne Oil Company for Compulsory Pooling, Eddy	
	urne Oil Company for Compulsory Pooling, Eddy	
Santa Vaca wells		
Sairta vaca Wells		
Bone Spring Formation		
	mation	
Littire boile Spring for	Entire Bone Spring formation	
Statewide rules and cu	Statewide rules and current horizontal well rules	
Quarter quarter section	113) 40 acres	
Horizontal		
I Substitute of the substitute		
525 del 65		
South-North		
	N/2 89-19S-35F NMPM Lea County	
Yes	W/2W/2 §19 and W/2W/2 §9-19S-35E, NMPM, Lea County Yes	
n No		
	EXHIBIT 6-4	
Exhibit 2A-B		
Santa Vaca 19/18 B2MD St. Com. Well No. 1H API No. 30-025-Pending SHL: 205 FSL &1380 FWL §19 BHL: 100 FNL &500 FWL §18 FTP: 100 FSL &500 FWL §19 LTP: 100 FNL & 500 FWL §18 Bone Spring/TVD 10465 feet/MD 20575 feet		
	Bone Spring Formation Gas Entire Bone Spring form Statewide rules and cur Quarter-quarter section Horizontal 320 acres  South-North W/2W/2 §19 and W/2V Yes  No No  Exhibit 2A-B  Santa Vaca 19/18 B2ME API No. 30-025-Pending SHL: 205 FSL &1380 FW BHL: 100 FNL &500 FWL TP: 100 FSL &500 FWL LTP: 100 FNL & 500 FWL	

	Santa Vaca 19/18 B3MD St. Com.Well No. 2H API No. 30-025-Pending SHL: 205 FSL &1350 FWL §19 BHL: 100 FNL &500 FWL §18 FTP: 100 FSL &500 FWL §19 LTP: 100 FNL & 500 FWL §18 Bone Spring/TVD 10951 feet/MD 21061 feet
Horizontal Well First and Last Take Points	See above
Completion Target (Formation, TVD and MD)	See above
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit 2A, page 2
Requested Risk Charge	Cost + 200%/Exhibit 2A, page 2
Notice of Hearing	7
Proposed Notice of Hearing	Exhibit1
Proof of Mailed Notice of Hearing (20	
days before hearing)	Exhibit 4
Proof of Published Notice of Hearing (10	
days before hearing)	Exhibit 5
Ownership Determination	
Land Ownership Schematic of the	
Spacing Unit	Exhibit 2A-A
Tract List (including lease numbers and	
owners)	Exhibit 2A-B
Pooled Parties (including ownership	
type)	Exhibit 2A-2
Unlocatable Parties to be Pooled	Exhibit 2A
Ownership Depth Severance (including	
percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit 2A-C
List of Interest Owners (i.e. Exhibit A of	
JOA)	Exhibit 2A-B
Chronology of Contact with New Jained	
Chronology of Contact with Non-Joined Working Interests	Evhibit 2A C
Overhead Rates In Proposal Letter	Exhibit 2A-C
Cost Estimate to Drill and Complete	Exhibit 2A-C Exhibit 2A-D
Cost Estimate to Drill and Complete  Cost Estimate to Equip Well	Exhibit 2A-D Exhibit 2A-D
Cost Estimate to Equip Well  Cost Estimate for Production Facilities	Exhibit 2A-D Exhibit 2A-D
Geology	LAITIDIL ZA-D
Summary (including special	
considerations)	Exhibit 3A
Spacing Unit Schematic	Exhibit 2A-A
Gunbarrel/Lateral Trajectory Schematic	Exhibit 3A
-, a. Trajectory Schematic	EATHBIL JA

Well Orientation (with rationale)	Standup/Exhibit 3
Target Formation	Bone Spring
HSU Cross Section	Exhibit 3A-C
Depth Severance Discussion	Not Applicable
Forms, Figures and Tables	
C-102	Exhibit 2A-A
Tracts	Exhibit 2A-B
Summary of Interests, Unit	
Recapitulation (Tracts)	Exhibit 2A-B
General Location Map (including basin)	Exhibit 2A-B
Well Bore Location Map	Exhibit 2A-A
Structure Contour Map - Subsea Depth	Exhibit 3A-A
Cross Section Location Map (including	
wells)	Exhibits 3A-D
Cross Section (including Landing Zone)	Exhibit 3A-D
Additional Information	
CERTIFICATION: I hereby certify that the	
information provided in this checklist is	
complete and accurate.	
Printed Name (Attorney or Party	A
Representative):	James Bruce
Signed Name (Attorney or Party	// R
Representative):	Gellun Men
Date:	March 16, 2021

l

ALL INFORMATION IN THE APPLICA	ATION MUST BE SUPPO	RTED BY SIGNED AFFIDAVITS
Case:		21721
Date:		March 18, 2021
Applicant	Mewbourne Oil Company	
Designated Operator & OGRID (affiliation if applicable)	Mewbourne Oil Company	
Applicant's Counsel:	James Bruce	
Case Title:	Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico	
Entries of Appearance/Intervenors:		
Well Family	Santa Vaca wells	
Formation/Pool	Suitta vaca Wells	
Formation Name(s) or Vertical Extent:	Bone Spring Formation	
Primary Product (Oil or Gas):	Gas	
Pooling this vertical extent:	Entire Bone Spring forma	tion
Pool Name and Pool Code:	Little Bolle Spring forma	tion
Well Location Setback Rules:	Statewide rules and current horizontal well rules	
Spacing Unit Size:	Quarter-quarter sections/40 acres	
Spacing Unit	Quarter quarter sections,	740 dues
Type (Horizontal/Vertical)	Horizontal	
Size (Acres)	320 acres	
Building Blocks:	320 acres	
Orientation:	South-North	
Description: TRS/County		69-195-35F NMPM Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	E/2W/2 §19 and E/2W/2 §9-19S-35E, NMPM, Lea County Yes	
Other Situations		
Depth Severance: Y/N. If yes, description	No	
Proximity Tracts: If yes, description	No	EXHIBIT (
Proximity Defining Well: if yes, description		
Applicant's Ownership in Each Tract	Exhibit 2B-B	
Well(s)		
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or nonstandard)	Santa Vaca 19/18 B2NC St. Com. Well No. 1H API No. 30-025-Pending SHL: 205 FSL &1440 FWL §19 BHL: 100 FNL & 1980 FWL §18 FTP: 100 FSL & 1980 FWL §19 LTP: 100 FNL & 1980 FWL §18 Bone Spring/TVD 10251 feet/MD 20486 feet	

I	Santa Vaca 19/18 B3NC St. Com.Well No. 2H
	100 CHAIR SCHOOL SELECTION STANDARD STANDARD SELECTION SHOWS STANDARD STANDARD STANDARD STANDARD SELECTION STANDARD SELECTION STANDARD SELECTION S
	API No. 30-025-Pending
	SHL: 205 FSL &1410 FWL §19
	BHL: 100 FNL & 1980 FWL §18
	FTP: 100 FSL &1980 FWL §19
	LTP: 100 FNL & 1980 FWL §18
	Bone Spring/TVD 10761 feet/MD 21013 feet
*	
Horizontal Well First and Last Take	See above
Points	See above
Completion Target (Formation, TVD and	See above
MD)	
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit 2B, page 2
Requested Risk Charge	Cost + 200%/Exhibit 2B, page 2
Notice of Hearing	
Proposed Notice of Hearing	Exhibit1
Proof of Mailed Notice of Hearing (20	
days before hearing)	Exhibit 4
Proof of Published Notice of Hearing (10	•
days before hearing)	Exhibit 5
Ownership Determination	
Land Ownership Schematic of the	
Spacing Unit	Exhibit 2B-A
Tract List (including lease numbers and	
owners)	Exhibit 2B-B
Pooled Parties (including ownership	
type)	Exhibit 2B-C
Unlocatable Parties to be Pooled	Exhibit 2B
Ownership Depth Severance (including	
percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit 2B-C
List of Interest Owners (i.e. Exhibit A of	
JOA)	Exhibit 2B-B
Characteristics	
Chronology of Contact with Non-Joined	
Working Interests	Exhibit 2B-C
Overhead Rates In Proposal Letter	Exhibit 2B-C
Cost Estimate to Drill and Complete	Exhibit 2B-D
Cost Estimate to Equip Well	Exhibit 2B-D
Cost Estimate for Production Facilities	Exhibit 2B-D
Geology	
Summary (including special	E 1 11 11 22
considerations)	Exhibit 3B
Spacing Unit Schematic	Exhibit 2B-A
Gunbarrel/Lateral Trajectory Schematic	Exhibit 3B

Well Orientation (with rationale)	Standup/Exhibit 3B
Target Formation	Bone Spring
HSU Cross Section	Exhibit 3B-C
Depth Severance Discussion	Not Applicable
Forms, Figures and Tables	
C-102	Exhibit 2B-A
Tracts	Exhibit 2B-B
Summary of Interests, Unit	
Recapitulation (Tracts)	Exhibit 2B-B
General Location Map (including basin)	Exhibit 2B-B
Well Bore Location Map	Exhibit 2B-A
Structure Contour Map - Subsea Depth	Exhibit 3B-A
Cross Section Location Map (including	
wells)	Exhibit 3B-D
Cross Section (including Landing Zone)	Exhibit 3B-D
Additional Information	
CERTIFICATION: I hereby certify that the	
information provided in this checklist is	
complete and accurate.	
Printed Name (Attorney or Party	
Representative):	James Bruce
Signed Name (Attorney or Party	1/
Representative):	Hally Drive
Date:	March 16, 2021