#### **CASE NO. 21769**

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

### MEWBOURNE OIL COMPANY'S EXHIBIT LIST

- 1. Application and Proposed Notice
- 2. Landman's Affidavit (Mitch Robb)
- 3. Geologist's Affidavit (Tyler Hill)
- 4. Notice Affidavit
- 5. Affidavit of Publication
- 6. Pooling Checklist

## BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

Case No. 21769

### **APPLICATION**

Mewbourne Oil Company applies for an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W½ of Section 11 and the W½ of Section 14, Township 26 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the  $W\frac{1}{2}$  of Section 11 and the  $W\frac{1}{2}$  of Section 14, and has the right to drill a well or wells thereon.
- 2. Applicant proposes to drill the following wells on the unit to depths sufficient to test the Wolfcamp formation:
  - (a) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 1H, with a first take point in the NW<sup>1</sup>/<sub>4</sub>NW<sup>1</sup>/<sub>4</sub> of Section 11 and a last take point in the SW<sup>1</sup>/<sub>4</sub>SW<sup>1</sup>/<sub>4</sub> of Section 14; and
  - (b) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 2H, with a first take point in the NW<sup>1</sup>/<sub>4</sub>NW<sup>1</sup>/<sub>4</sub> of Section 11 and a last take point in the SW<sup>1</sup>/<sub>4</sub>SW<sup>1</sup>/<sub>4</sub> of Section 26.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the  $W\frac{1}{2}$  of Section 11 and the  $W\frac{1}{2}$  of Section 14 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 mineral interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing comprised the  $W\frac{1}{2}$  of Section 11 and the  $W\frac{1}{2}$  of Section 14, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W½ of Section 11 and the W½ of Section 14 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 interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W½ of Section 11 and the W½ of Section 14;
- B. Designating applicant as operator of the wells;
- C. Considering the cost of drilling, completing, and equipping the wells, and allocating the cost thereof 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

## PROPOSED ADVERTISEMENT

Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W/2 of Section 11 and the W/2 of Section 14, Township 26 South, Range 28 East, NMPM, Eddy County, New Mexico. The unit will be dedicated to: (a) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 1H, with a first take point in the NW/4NW/4 of Section 11 and a last take point in the SW/4SW/4 of Section 14; and (b) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 2H, with a first take point in the NW/4NW<sup>1</sup>/<sub>4</sub>/4 of Section 11 and a last take point in the SW/4SW<sup>1</sup>/<sub>4</sub> of Section 14. 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 4 miles north-northwest of the intersection of U.S. Highway 285 with the New Mexico/Texas state line.

#### 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, EDDY COUNTY, NEW MEXICO.

Case No. 21769

#### **VERIFIED STATEMENT OF MITCH ROBB**

Mitch Robb, 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 owners into the Wolfcamp 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 well but have failed or refused to voluntarily commit their interests to the well. Some interest owners may be unlocatable.
  - (c) A plat outlining the unit being pooled is attached hereto as Attachment A. Mewbourne seeks an order pooling all mineral interests in the Wolfcamp formation underlying the W/2 of Section 11 and the W/2 of Section 14, Township 26 South, Range 28 East, NMPM. The unit will be dedicated to:
    - (i) the Delaware Ranch 11/14 W1DM Fed Com #1H, a horizontal well with a first take point in the NW/4NW/4 of 11 and a final take point in the SW/4SW/4 of Section 14;
    - (ii) the Delaware Ranch 11/14 W1DM Fed Com #2H, a horizontal well with a first take point in the NW/4NW/4 of 11 and a final take point in the SW/4SW/4 of Section 14;

**EXHIBIT** 

- (d) The parties being pooled and their interests are set forth in Attachment B. Their current and correct addresses, or last known addresses, are also set forth.
- (e) In order to locate the interest owners Mewbourne examined the county records, performed internet searches, checked telephone records, made calls to family members, and searched Accurint and Whitepages.
- (f) Attachment C contains a summary of contacts or attempted contacts with the interest owners, together with copies of the proposal letters sent to the interest owners.
- (g) Mewbourne has made a good faith effort to obtain the voluntary joinder of the working interest owners in the proposed wells, or to locate the owners.
- (h) Mewbourne has the right to pool the overriding royalty owners in the well unit.
- (i) 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 Eddy 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.
- (j) Mewbourne requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
- (k) Mewbourne requests that it be designated operator of the wells.
- (l) The attachments to this affidavit were prepared by me or compiled from Company business records.
- (m) The granting of this application is in the interests of conservation and the prevention of waste.

#### **VERIFICATION**

STATE OF TEXAS	)
	) ss.
COUNTY OF MIDLAND	)

Mitch Robb, 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.

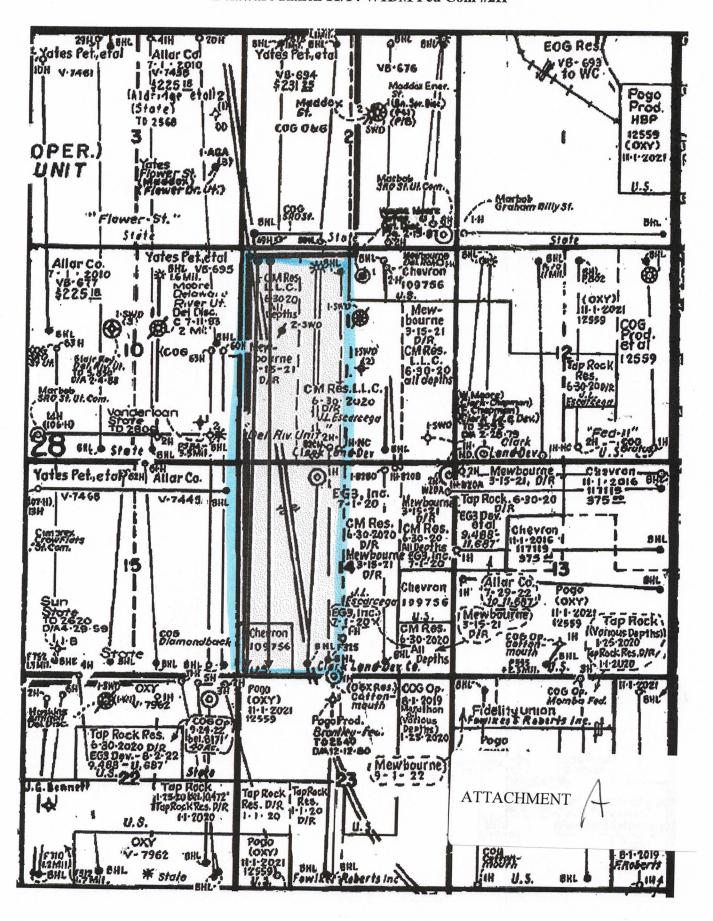
Mitch Robb

SUBSCRIBED AND SWORN TO before me this 31st day of March, 2021 by Mitch Robb.

Notary Rublic

ALEJANDRA KIRKSEY Notary ID #131406744 1/2 Commission Expres January 11, 2022

# Delaware Ranch 11/14 W1DM Fed Com #1H Delaware Ranch 11/14 W1DM Fed Com #2H



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

	r		2Pool Code 3 Pool Name			ne					
<sup>4</sup> Property Code			DELA	5 Property Name DELAWARE RANCH 11/14 W1DM FED COM				6 Well Number			
70GRID NO.				MEWE	8 Operator N BOURNE OI	L COMPANY		9	Elevation 2963'		
					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		
D	11	26S	28E		205	NORTH	490	WEST EDDY			
			11 ]	Bottom H	ole Location	If Different Fro	om Surface				
UL or lot no.	Section					East/West line	County				
M	14	26S	26S   28E     330   SOUTH   330   WEST					EDDY			
Dedicated Acres	13 Joint	or Infill 14	Consolidation	Code 15 (	Order No.	<u> </u>					

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.

© 5 89'05'45" W 2641.75' © N 89'01'13" W 2655.12'	©	•
205' 490'   S.L.	B: FOUND BRASS CAP "1995"	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 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
©	13	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.
NAD 83 GRID — NM EAST   SURFACE LOCATION   N 387086.5 — E 624525.7   — — — — — — — — — — — — — — — — — —	E: CALCULATED CORNER N 387283,6 — E 624038.6 F: FOUND BRASS CAP "1995" N 387325.3 — E 626679.4	Signature Date  Printed Name
©    P	G: FOUND BRASS CAP "1995"  N 387279.9 — E 629333.6  H: FOUND BRASS CAP "1995"  N 385960.2 — E 629332.1	E-mail Address  18 SURVEYOR CERTIFICATION
GEODETIC DATA NAD 83 GRID — NM EAST	1: FOUND BRASS CAP "1995" N 384640.5 — E 629330.8 J. J: FOUND BRASS CAP "1995"	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the
BOTTOM HOLE N 376961.5 - E 624266.5 LAT: 32.0360647' N LONG: 104.0657059' W	N 382001.1 — E 629327.9  K: FOUND 1/2" REBAR  N 380683.3 — E 629328.6  L: FOUND BRASS CAP "1995"	same is true and correct to the best of my belief.  03-24-2020  Date of Survey
	N 379365.5 — E 629329.2  N 5	Signature and Scal of Processing Survey 19680
330'   B.H.   370'	N 376724.4 - E 629332.8  O: FOUND BRASS CAP "1995"  N 376674.3 - E 626590.4  P: FOUND BRASS CAP "1995"	19680 Certificate Number
A N 88'56'49" E 2657.80' ( N 88'57'14" E 2743.46' (	N 381988.6 - E 626650.7	Job No.: LS20030219

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

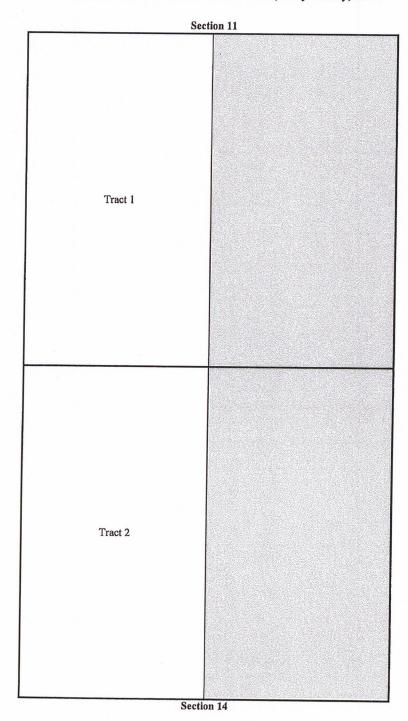
			WELL L	OCAT	ON AND A	CREAGE DEDIC	CATION PLA	T	
1 API Number				2Pool Code 3 Pool Name			me		
<sup>4</sup> Property Code DELA				AWARE	ARE RANCH 11/14 W1DM FED COM  6 Well Nur 2H				
70GRID NO.					8 Operat	or Name OIL COMPANY			9Elevation 2963'
					10 Surfac	e Location			
UL or lot no.	Section	Townsh	nip Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West li	ne County
D	11	26S	28E	28E 205 NORTH 520 WEST					
			11	Bottom	Hole Location	on If Different Fro	om Surface		
UL or lot no.	Section	Townsh						ne County	
M	14	26S	28E 330 SOUTH 990 WEST					EDDY	
2 Dedicated Acres	13 Joint	or Infill	14 Consolidation	Code	5 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.

© 5 89'05'45" W 2641.75' © N 89'01'13" W 2655.12'		amend and has seen approved by the division.
205'   S.L.	©  CORNER DATA  NAD 83 GRID — NM EAST  A: FOUND BRASS CAP "1995"  N 376625.5 — E 623933.6  B: FOUND BRASS CAP "1995"  N 379328.1 — E 623958.0  C: FOUND BRASS CAP "1995"  N 381983.9 — E 623982.6  D: FOUND BRASS CAP "1995"  N 384643.3 — E 624006.1  E: CALCULATED CORNER  N 387283.6 — E 624038.6  F: FOUND BRASS CAP "1995"  N 387325.3 — E 626679.4  G: FOUND BRASS CAP "1995"  N 387325.3 — E 626333.6  H: FOUND BRASS CAP "1995"  N 387279.9 — E 629332.1  I: FOUND BRASS CAP "1995"  N 384640.5 — E 629320.8  J: FOUND BRASS CAP "1995"  N 382001.1 — E 629327.9  K: FOUND 1/2" REBAR  N 380683.3 — E 629329.2	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 owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  Signature  Date  Printed Name  E-mail Address  18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  03-24-2020 Date of Survey  Signature and Scal of Fromough Surveyor.
	L: FOUND BRASS CAP "1995"	Date of Survey Signature and Seal of Processor Survey
990' B.H.	N: FOUND BRASS CAP "1995" N 376724.4 — E 629332.8  D: FOUND BRASS CAP "1995" N 376674.3 — E 626590.4  P: FOUND BRASS CAP "1995" N 381988.6 — E 626650.7	19680 Certificate Number
(A) N 88'56'49" E 2657.80' (1) N 88'57'14" E 2743.46'		Job No.: LS20030220

#### Section Plat

Delaware Ranch 11/14 W1DM Fed Com #1H Delaware Ranch 11/14 W1DM Fed Com #2H W/2 of Sec. 11 & W/2 of Sec. 14-T26S-R28E, Eddy County, NM



ATTACHMENT B

Tract 1: W/2 of Section 11 - Fee Lands

Mewbourne Oil Company, et al
CM Resources, LLC
COG Operating LLC
OXY USA Inc.
COG Acreage LP
Concho Oil & Gas LLC
COG Production LLC

Tract 2: W/2 of Section 14 - Fee Lands & NM 107374 (SWSW)

Mewbourne Oil Company
COG Operating LLC
OXY USA Inc.
COG Acreage LP
Concho Oil & Gas LLC
COG Production LLC

# RECAPITUALTION FOR Delaware Ranch 11/14 W1DM Fed Com #1H Delaware Ranch 11/14 W1DM Fed Com #2H

Tract Number	Number of Acres Committeed	Percentage of Interst in Communitized Ar			
1	320	50,000000%			
2	320	50.000000%			
TOTAL	640	100.000000%			

## T26S-R28E, Eddy County, NM Section 11

5	Section 11
Tract 1	
Tract 2	

Section 14

#### TRACT OWNERSHIP

Delaware Ranch 11/14 W1DM Fed Com #1H Delaware Ranch 11/14 W1DM Fed Com #2H W/2 of Sec. 11 & W/2 of Sec. 14-T26S-R28E, Eddy County, NM

#### W/2 of Section 11 & W/2 of Section 14 Wolfcamp Formation:

Owner	% of Leasehold Interest
Mewbourne Oil Company, et al.	55.909580%
*CM Resources, LLC	13.808590%
300 N. Marienfeld Street, Suite 1000	
Midland, TX 79701	
*OXY USA Inc.	10.471047%
5 Greenway Plaza, Suite 110	
Houston, Texas 77046	
*COG Operating LLC	8.872716%
*COG Production LLC	8.032264%
*COG Acreage LP	2.438796%
*Concho Oil & Gas LLC	0.467007%
600 W. Illinois Ave.	
Midland, TX 79701	
TOTAL	100.000000%

**Total Interest Being Pooled:** 

44.090420%

#### OWNERSHIP BY TRACT

W	12	of	Section	11

Owner	% of Leasehold Interest
Mewbourne Oil Company, et al	54.625449%
CM Resources, LLC	27.617179%
COG Operating LLC	9.464231%
OXY USA Inc.	3.897488%
COG Acreage LP	3.540404%
Concho Oil & Gas LLC	0.498141%
COG Production LLC	0.357108%
TOTAL	100.000000%

#### W/2 of Section 14

Owner	% of Leasehold Interest
Mewbourne Oil Company, et al	57.1937100%
OXY USA Inc.	17.0446070%
COG Production LLC	15.7074210%
COG Operating LLC	8.2812020%
COG Acreage LP	1.3371870%
Concho Oil & Gas LLC	0.4358730%
TOTAL	100.000000%

# Summary of Communications Delaware Ranch 11/14 W1DM Fed Com #1H Delaware Ranch 11/14 W1DM Fed Com #2H W/2 of Section 11 & W/2 of Section 14 T26S-R28E, Eddy County, NM

COG Acreage LP,
COG Operating LLC,
COG Production LLC, and
Concho Oil & Gas LLC:

01/19/2021: Mailed Working Interest Unit, Joint Operating Agreement and Well Proposals to the above listed party.

02/24/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 02/25/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 03/2/2021: Emailed replacement JOA pages to above listed party.

03/02/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 03/26/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 03/29/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal.

#### **OXY USA Inc.:**

01/19/2021: Mailed Working Interest Unit, Joint Operating Agreement and Well Proposals to the above listed party.

01/27/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 02/01/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 02/05/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 03/2/2021: Emailed replacement JOA pages to above listed party.

## CM Resources, LLC:

01/19/2021: Mailed Working Interest Unit, Joint Operating Agreement and Well Proposals to the above listed party.

02/16/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 02/17/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal.

02/05/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal. 03/2/2021: Emailed replacement JOA pages to above listed party.

03/02/2021: Correspondence with above listed party regarding Working Interest Unit and Well Proposal.

ATTACHMENT (

#### MEWBOURNE OIL COMPANY

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

TELEPHONE (432) 682-3715

January 18, 2021

#### Via Certified Mail

COG Acreage LP, COG Operating LLC, COG Production LLC, and Concho Oil & Gas LLC One Concho Center 600 W. Illinois Ave, Midland, TX 79701 Attn: OBO – Land Lead

Re: Delaware Ranch 11/14 W1DM Fed Com #1H 205' FNL & 490' FWL (SL) (Section 11) 330' FSL & 330' FWL (BHL) (Section 14)

Delaware Ranch 11/14 W1DM Fed Com #2H 205' FNL & 520' FWL (SL) (Section 11) 330' FSL & 990' FWL (BHL) (Section 14)

Sections 11 & 14, T26S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to form a 640.00 acre Working Interest Unit ("WIU") covering the W/2 of the captioned Section 11 and the W/2 of the captioned Section 14 for oil and gas production.

Mewbourne as Operator hereby proposes to drill the captioned Delaware Ranch 11/14 W1DM Fed Com #1H at the above referenced surface location (SL) to the referenced bottom hole location (BHL). The proposed well will be drilled to an approximate true vertical depth (TVD) of 9,761 feet subsurface to evaluate the Wolfcamp Formation. The proposed well will have a measured depth (MD) of approximately 19,879 feet. The W/2 of the captioned Section 11 and the W/2 of the captioned Section 14 will be dedicated to the well as the proration unit.

In addition, Mewbourne as Operator hereby proposes to drill the captioned Delaware Ranch 11/14 W1DM Fed Com #2H at the above referenced surface location (SL) to the referenced bottom hole location (BHL). The proposed well will be drilled to an approximate true vertical depth (TVD) of 9,575 feet subsurface to evaluate the Wolfcamp Formation. The proposed well will have a measured depth (MD) of approximately 19,711 feet. The W/2 of the captioned Section 11 and the W/2 of the captioned Section 14 will be dedicated to the well as the proration unit.

Regarding the above, enclosed for your further handling is our Operating Agreement dated January 15, 2021, Communitization Agreement dated February 1, 2021, along with an extra set of signature pages of each and our AFEs dated January 15, 2021 for the captioned proposed wells. Please sign and return said AFEs and extra sets of signature pages at your earliest convenience if you elect to participate in the captioned wells and WIU and return to me within thirty (30) days.

Should you have any questions regarding the above, please email me at <a href="mailto:mrobb@mewbourne.com">mrobb@mewbourne.com</a> or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY

Mitch Robb Landman



January 21, 2021

Dear Simple Certified:

The following is in response to your request for proof of delivery on your item with the tracking number: 9402 8368 9784 6562 9223 56.

#### Item Details

Status:

Delivered, Individual Picked Up at Postal Facility

Status Date / Time:

January 21, 2021, 8:41 am

Location:

MIDLAND, TX 79702

Postal Product: Extra Services:

Priority Mail®

Certified Mail™

Return Receipt Electronic

Up to \$100 insurance included

Recipient Name:

**OBO** Land Lead

Shipment Details

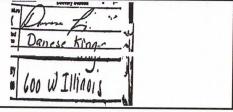
Weight:

1.0oz

#### 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

> OBO-Land Lead COG Operating LLC One Concho Center 600 W. III Midland, TX 79701

Reference #: Delaware Ranch 11/14

#### MEWBOURNE OIL COMPANY

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

TELEPHONE (432) 682-3715

January 18, 2021

#### Via Certified Mail

OXY USA Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046 Attn: Courtney Carr

Re: Delaware Ranch 11/14 W1DM Fed Com #1H 205' FNL & 490' FWL (SL) (Section 11) 330' FSL & 330' FWL (BHL) (Section 14)

Delaware Ranch 11/14 W1DM Fed Com #2H 205' FNL & 520' FWL (SL) (Section 11) 330' FSL & 990' FWL (BHL) (Section 14)

Sections 11 & 14, T26S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

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Should you have any questions regarding the above, please email me at <a href="mailto:mrobb@mewbourne.com">mrobb@mewbourne.com</a> or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY

Mitch Robb Landman



January 21, 2021

Dear Simple Certified:

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Courtney Carr

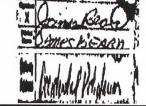
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Weight:

1.0oz

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

Courtney Carr
OXY USA Inc.
5 Greenway Plaza, Suite 110
Houston, TX 77046
Reference #: Delaware Ranch 11/14

#### MEWBOURNE OIL COMPANY

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

TELEPHONE (432) 682-3715

January 18, 2021

#### Via Certified Mail

CM Resources, LLC 300 N. Marienfeld Street, Suite 1000 Midland, TX 79701 Attn: Mark Hajdik

Re: Delaware Ranch 11/14 W1DM Fed Com #1H 205' FNL & 490' FWL (SL) (Section 11) 330' FSL & 330' FWL (BHL) (Section 14)

Delaware Ranch 11/14 W1DM Fed Com #2H 205' FNL & 520' FWL (SL) (Section 11) 330' FSL & 990' FWL (BHL) (Section 14)

Sections 11 & 14, T26S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to form a 640.00 acre Working Interest Unit ("WIU") covering the W/2 of the captioned Section 11 and the W/2 of the captioned Section 14 for oil and gas production.

Mewbourne as Operator hereby proposes to drill the captioned Delaware Ranch 11/14 W1DM Fed Com #1H at the above referenced surface location (SL) to the referenced bottom hole location (BHL). The proposed well will be drilled to an approximate true vertical depth (TVD) of 9,761 feet subsurface to evaluate the Wolfcamp Formation. The proposed well will have a measured depth (MD) of approximately 19,879 feet. The W/2 of the captioned Section 11 and the W/2 of the captioned Section 14 will be dedicated to the well as the proration unit.

In addition, Mewbourne as Operator hereby proposes to drill the captioned Delaware Ranch 11/14 W1DM Fed Com #2H at the above referenced surface location (SL) to the referenced bottom hole location (BHL). The proposed well will be drilled to an approximate true vertical depth (TVD) of 9,575 feet subsurface to evaluate the Wolfcamp Formation. The proposed well will have a measured depth (MD) of approximately 19,711 feet. The W/2 of the captioned Section 11 and the W/2 of the captioned Section 14 will be dedicated to the well as the proration unit.

Regarding the above, enclosed for your further handling is our Operating Agreement dated January 15, 2021, Communitization Agreement dated February 1, 2021, along with an extra set of signature pages of each and our AFEs dated January 15, 2021 for the captioned proposed wells. Please sign and return said AFEs and extra sets of signature pages at your earliest convenience if you elect to participate in the captioned wells and WIU and return to me within thirty (30) days.

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

Sincerely,

MEWBOURNE OIL COMPANY

Mitch Robb Landman



January 20, 2021

Dear Simple Certified:

The following is in response to your request for proof of delivery on your item with the tracking number: 9402 8368 9784 6562 9021 50.

#### Item Details

Status:

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Status Date / Time:

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MIDLAND, TX 79701

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**Recipient Name:** 

Mark Hajdik

**Shipment Details** 

Weight:

1.0oz

#### Recipient Signature

Signature of Recipient:

BOVID-19-73

300 N MARIENFELD ST STE 1000 MIDLAND, TX 79701

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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

Mark Hajdik CM Resources LLC 300 N. Marienfeld Street, Suite 1000 Midland, TX 79701 Reference #: Delaware Ranch 11/14

## MEWBOURNE OIL COMPANY AUTHORIZATION FOR EXPENDITURE

Well Name: DELAW	ARE RANCH 11/14 W1DM FED CO	OM #1H F	rospect:	elaware Ranch	11/14	and the second of the second o
Location: SL: 205 FNL & 490	FWL (11); BHL: 330 FSL & 330 FV	NL (14)	County: E	ddy	edinika di marifa di Primbando Priba di America	ST: NM
Sec. 11 Blk: Surve	y.	TWP: 2	S RNG:	28E Prop. T	VD: 9761	TMD: 19879
ı	NTANGIBLE COSTS 0180		CODE	ТСР	CODE	СС
Regulatory Permits & Surveys			0180-010	00 \$20,00	0 0180-0200	
Location / Road / Site / Preparati Location / Restoration	on		0180-010		0 0180-0205	
Daywork / Turnkey / Footage Dril	lling 24 days drig / 3 days con	nn @ \$18550/d	0180-010		0 0180-0206 0 0180-0210	
Fuel	1700 gal/day @ \$1.6/gal	ip @ \$10000/d	0180-01		0 0180-0214	
Alternate Fuels	garage garage		0180-011		0180-0214	
Mud, Chemical & Additives			0180-012		0 0180-0220	
Mud - Specialized Horizontal Drillout Services			0180-012	\$110,00	0 0180-0221	
Stimulation Toe Preparation					0180-0222	\$200,0
Cementing			0180-012	\$80,000	0180-0223 0 0180-0225	\$30,0 \$35,0
Logging & Wireline Services			0180-013			\$452,0
Casing / Tubing / Snubbing Servi	ces		0180-013			\$40,0
Mud Logging			0180-013	7 \$35,000	0	
Stimulation Stimulation Rentals & Other	83 Stg 25.0 MM gai / 25.	.0 MM lb			0180-0241	\$1,873,0
Water & Other			0180-014	5 \$35,000	0180-0242	\$200,0
Bits		***************************************	0180-014			\$506,0 \$5,0
Inspection & Repair Services			0180-015			\$5,0
Misc. Air & Pumping Services			0180-015		0180-0254	\$10,0
Testing & Flowback Services			0180-015	\$12,000		\$30,0
Completion / Workover Rig Rig Mobilization					0180-0260	\$10,5
Transportation			0180-016 0180-016			\$00.0
Welding, Construction & Maint. Se	ervices		0180-016			\$20,00 \$15,00
Contract Services & Supervision			0180-017		0180-0270	\$54,00
Directional Services	Includes Vertical Control		0180-017			7-7-
Equipment Rental			0180-018		0180-0280	\$10,00
Well / Lease Legal Well / Lease Insurance			0180-0184		0180-0284	
Intangible Supplies			0180-018		0180-0285	640.00
Damages			0180-0190		0180-0288	\$10,00 \$10,00
Pipeline Interconnect, ROW Ease	ments		0180-0192		0180-0292	\$5,00
Company Supervision		****	0180-0195	\$174,000	0180-0295	\$100,50
Overhead Fixed Rate Contingencies	00/ /TODY 00/ (OC)		0180-0196		0180-0296	\$20,00
Contingencies	2% (TCP) 2% (CC)		0180-0199			\$84,30
		TOTA	<u> </u>	\$2,268,800		\$4,301,70
Casing (19.1" – 30")	ANGIBLE COSTS 0181					
Casing (10.1" 19.0")	290' - 13 3/8" 54.5# J-55 ST&C @ \$3	12 16/#	0181-0793		ļ	
Casing (8.1" - 10.0")	2590' - 9 5/8" 40# N-80 LT&C @ \$27/		0181-0795			
Casing (6.1" – 8.0")	9910' - 7" 29# HCP-110 LT&C @ \$24		0181-0796			
Casing (4.1" - 6.0")	10620' - 4 1/2" 13.5# P-110 BPN @ \$				0181-0797	\$156,00
Tubing Drilling Head	9320' - 2 7/8" 6.5# L-80 Tbg @ \$4.54	/ft			0181-0798	\$45,20
Tubing Head & Upper Section			0181-0860	\$35,000	2424 2272	400.00
Horizontal Completion Tools	Completion Liner Hanger		-		0181-0870 0181-0871	\$30,00 \$45,00
Subsurface Equip. & Artificial Lift	,				0181-0880	\$20,00
Pumping Unit Systems					0181-0885	Ψ20,00
Service Pumps	(1/2) TP/CP/Circ pump				0181-0886	\$13,00
Storage Tanks Emissions Control Equipment	(1/2) 6 OT/5 WT/1 GB				0181-0890	\$133,00
Separation / Treating Equipment	(1/2) VRT's/VRU/Flare/KO's (1/2) H sep/V sep/HT		-		0181-0892	\$132,00
Automation Metering Equipment	(HZ) IT COPT COPTI	WARRANT AVERTINE	-		0181-0895 0181-0898	\$100,00
ine Pipe & Valves - Gathering	(1/2) 1.25 mile 6 5/8" gas & 0.5 mile 1:	2" SWD			0181-0990	\$75,00 \$51,00
ittings / Valves & Accessories					0181-0906	\$225,000
Cathodic Protection Electrical Installation					0181-0908	\$8,000
quipment Installation					0181-0909	\$125,00
Pipeline Construction	(1/2) 1.25 mile 6 5/8" gas & 0.5 mile 12	2" SW/D	<del> </del>		0181-0910	\$88,000
7	(112) Tizo timo o o/o gas a o.o timo 12	2 340	<del> </del>		0181-0920	\$107,000
		TOTAL		\$379,000		\$1,353,20
		SUBTOTAL		\$2,647,800		
	7074					\$5,654,90
ktra Expense Insurance		L WELL COST			02,700	
I elect to be covered by	by Operator's Extra Expense Insurance	e and pay my propor	tionate share	of the premium.		
Operator has secured t	Extra Expense Insurance covering costs	of well control, clean	up and redrillin	g as estimated in L	ine Item 0180	-0185.
I elect to purchase my	own well control insurance policy.					
	ng working interest owner elects to be covere	ed by Operator's well cont	rol insurance			
Prepared by:			,			•
	Andy Taylor	Date	1/14/202	_		
Company Approval:	white	Date	: 1/15/202	<u> </u>		
Joint Owner Interest:	Amount:					
-		Signatura				
Joint Owner Name:		Signature:				

#### MEWBOURNE OIL COMPANY

AUTHORIZATION FOR EXPENDITURE

Well Name: DELAV	VARE RANCH 11/14 W1DM FED COM	#2H Pro	ospect: De	laware Ranch	11/14	
Location: SL: 205 FNL & 52	0 FWL (11); BHL: 330 FSL & 990 FWL	desperanded and and a series to the series to a profit to the	County: Ed	habitant of attrabation patients beneficial action and the sale	SANTONIAN SANTANIAN S	ST: NM
	vey:	TWP: 268	RNG:	28E Prop. TV	/D: 9575	TMD: 19711
,	INTANGIBLE COSTS 0180		CODE	ТСР	CODE	СС
Regulatory Permits & Surveys			0180-0100	\$20,00	0 0180-0200	
Location / Road / Site / Prepara Location / Restoration	ition		0180-0105		0 0180-0205	\$35,0
Daywork / Turnkey / Footage D	rilling 24 days drlg / 3 days comp	@ \$19550/d	0180-0106		0 0180-0206	\$88,0
Fuel	1700 gal/day @ \$1.6/gal	@ \$10000/d	0180-0114		0 0180-0210	\$59,4 \$394,0
Alternate Fuels	, , , , , , , , , , , , , , , , , , , ,		0180-0115		0180-0214	\$394,0
Mud, Chemical & Additives			0180-0120	\$70,000		
Mud - Specialized Horizontal Drillout Services			0180-0121	\$110,000	_	
Stimulation Toe Preparation			-		0180-0222	\$200,0
Cementing			0180-0125	\$80,000	0180-0223	\$30,00 \$35,00
Logging & Wireline Services		***************************************	0180-0130			\$452,00
Casing / Tubing / Snubbing Sen	vices		0180-0134			\$40,00
Mud Logging Stimulation	92 51- 05 0 101 1 (05 0		0180-0137	\$35,000		
Stimulation Rentals & Other	83 Stg 25.0 MM gal / 25.0	MM ID	-		0180-0241	\$1,873,00
Water & Other			0180-0145	\$35,000	0180-0242	\$200,00 \$506,00
Bits			0180-0148	\$85,400		\$5,00
Inspection & Repair Services			0180-0150		0180-0250	\$5,00
Misc. Air & Pumping Services			0180-0154		0180-0254	\$10,00
Testing & Flowback Services Completion / Workover Rig			0180-0158	\$12,000	0180-0258	\$30,00
Rig Mobilization			0180-0164	\$420,000	0180-0260	\$10,50
Transportation			0180-0165	\$120,000	0180-0265	\$20,00
Welding, Construction & Maint.			0180-0168		0180-0268	\$15,00
Contract Services & Supervision			0180-0170	\$43,500	0180-0270	\$54,00
Directional Services Equipment Rental	Includes Vertical Control		0180-0175	\$325,500		
Well / Lease Legal			0180-0180		0180-0280	\$10,00
Well / Lease Insurance			0180-0184		0180-0284 0180-0285	
Intangible Supplies			0180-0188		0180-0288	\$10,00
Damages			0180-0190		0180-0290	\$10,00
Pipeline Interconnect, ROW Eas Company Supervision	ements		0180-0192		0180-0292	\$5,00
Overhead Fixed Rate			0180-0195		0180-0295	\$100,50
Contingencies	2% (TCP) 2% (CC)		0180-0196		0180-0296 0180-0299	\$20,00
	=10 (101) = 210 (00)	TOTAL	0100-01991	\$2,268,700	0180-02991	\$84,30
	TANGIBLE COSTS 0181	TOTAL		\$2,200,700	T	\$4,301,70
Casing (19.1" 30")	174101022 00010 0101		0181-0793			
Casing (10.1" – 19.0")	290' - 13 3/8" 54.5# J-55 ST&C @ \$32.1	6/ft	0181-0794	\$10,000		
Casing (8.1" 10.0")	2590' - 9 5/8" 40# N-80 LT&C @ \$27/ft		0181-0795	\$74,700		
Casing (6.1" – 8.0")	9765' - 7" 29# HCP-110 LT&C @ \$24.5/	ft	0181-0796	\$255,500		
Casing (4.1" – 6.0") Tubing	10630' - 4 1/2" 13.5# P-110 BPN @ \$13 9150' - 2 7/8" 6.5# L-80 Tbg @ \$4.54/ft	.75/ft			0181-0797	\$156,100
Drilling Head	9130 - 2 776 6.5# L-80 1bg @ \$4.54/ft		0181-0860	\$35,000	0181-0798	\$44,400
Tubing Head & Upper Section			0101-0000	\$35,000	0181-0870	\$30,000
Horizontal Completion Tools	Completion Liner Hanger				0181-0871	\$45,000
Subsurface Equip. & Artificial Lift					0181-0880	\$20,000
Pumping Unit Systems	(AD) TDIODIOL				0181-0885	
Service Pumps Storage Tanks	(1/2) TP/CP/Circ pump (1/2) 6 OT/5 WT/1 GB			-	0181-0886	\$13,000
Emissions Control Equipment	(1/2) VRT's/VRU/Flare/KO's				0181-0890	\$133,000
Separation / Treating Equipment	(1/2) H sep/V sep/HT				0181-0892	\$132,000 \$100,000
Automation Metering Equipment					0181-0898	\$75,000
Line Pipe & Valves - Gathering Fittings / Valves & Accessories	(1/2) 1.25 mile 6 5/8" gas & 0.5 mile 12"	SWD			0181-0900	\$51,000
Cathodic Protection					0181-0906	\$225,000
Electrical Installation					0181-0908	\$8,000
Equipment Installation					0181-0909	\$125,000 \$88,000
Pipeline Construction	(1/2) 1.25 mile 6 5/8" gas & 0.5 mile 12"	SWD			0181-0920	\$107,000
						41011000
		TOTAL		\$375,200		\$1,352,500
		SUBTOTAL		\$2,643,900		\$5,654,200
	TOTAL	WELL COST			0.400	45/554/255
Extra Expense Insurance  I elect to be covered Operator has secured	i by Operator's Extra Expense Insurance at Extra Expense Insurance covering costs of	and nay my proporti	onate share o	f the promium	98,100	
		топ солиот, стеал ир	and reanling	as estimated in L	ine item 0180-	·U185.
	ny own well control Insurance policy.					
	ting working interest owner elects to be covered b	y Operator's well control	Insurance.			
Prepared by:	Andy Taylor	Date:	1/14/2021			•
Company Approval:	. white	Date:	1/15/2021			
		Date;	1/10/2021			
Joint Owner Interest:	Amount:					
Joint Owner Name:		Signature:				

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

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

Case No. 21769

#### VERIFIED STATEMENT OF TYLER HILL

COUNTY OF MIDLAND	)
	) ss.
STATE OF TEXAS	)

Tyler Hill, being duly sworn upon his oath, deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am a geologist for Mewbourne Oil Company ("Mewbourne"), and I am familiar with the geological matters involved in this case. I have been qualified by the Division as an expert petroleum geologist.
- 3. The following geological plats are attached hereto:
- (a) Attachment A is a structure map of the Wolfcamp formation, mapped on the top of the correlative Wolfcamp marker. It shows that structure dips to the east, and that the planned wellbores would drill parallel to strike. It also shows a line of cross-section, A-A'.
- (b) Attachment B is a west-east cross section. The well logs on the cross-section give a representative sample of the Wolfcamp formation in this area. The target zone for the wells is the Upper Wolfcamp Sand, and Upper Wolfcamp Shale, and these zones are continuous across the well unit.
- 4. I conclude from the maps that:
- (a) The horizontal spacing unit is justified from a geologic standpoint.
- (b) Each quarter section in the unit will contribute more or less equally to production.
- (c) There is no faulting or other geologic impediment in the area which will affect the drilling of the subject wells.

3

- 5. Attachment C contains information from other wells drilled in the immediate area. There are numerous upper Wolfcamp sand, and shale wells, and the preferred orientation is for standup units. The completed wells in the area are commercial.
- 6. Attachment D is the Survey Calculation Report for wells: Delaware Ranch 11/14 W1DM Fed Com 1H, Delaware Ranch 11/14 W1DM Fed Com 2H. The producing interval of the proposed well will be orthodox. The Pool code is Purple Sage Wolfcamp (98220).

Tyl Hill
Tyl Hill

#### **VERIFICATION**

STATE OF TEXAS	)
	) ss.
COUNTY OF MIDLAND	)

Tyler Hill, being duly sworn upon his oath, deposes and states that: He is a geologist 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.

Tyler Hill

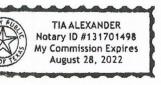
SUBSCRIBED AND SWORN TO before me this

day of March, 2021 by Tyler

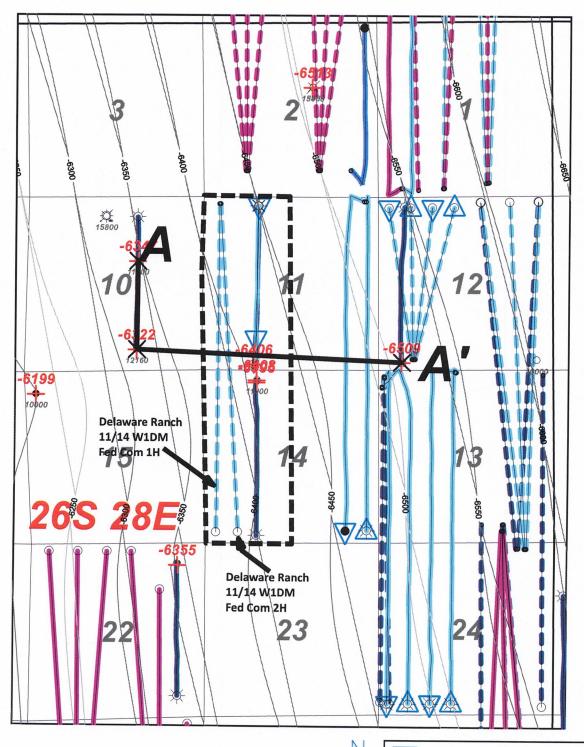
Hill.

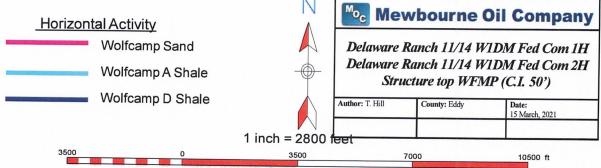
My Commission Expires: 8-28-22

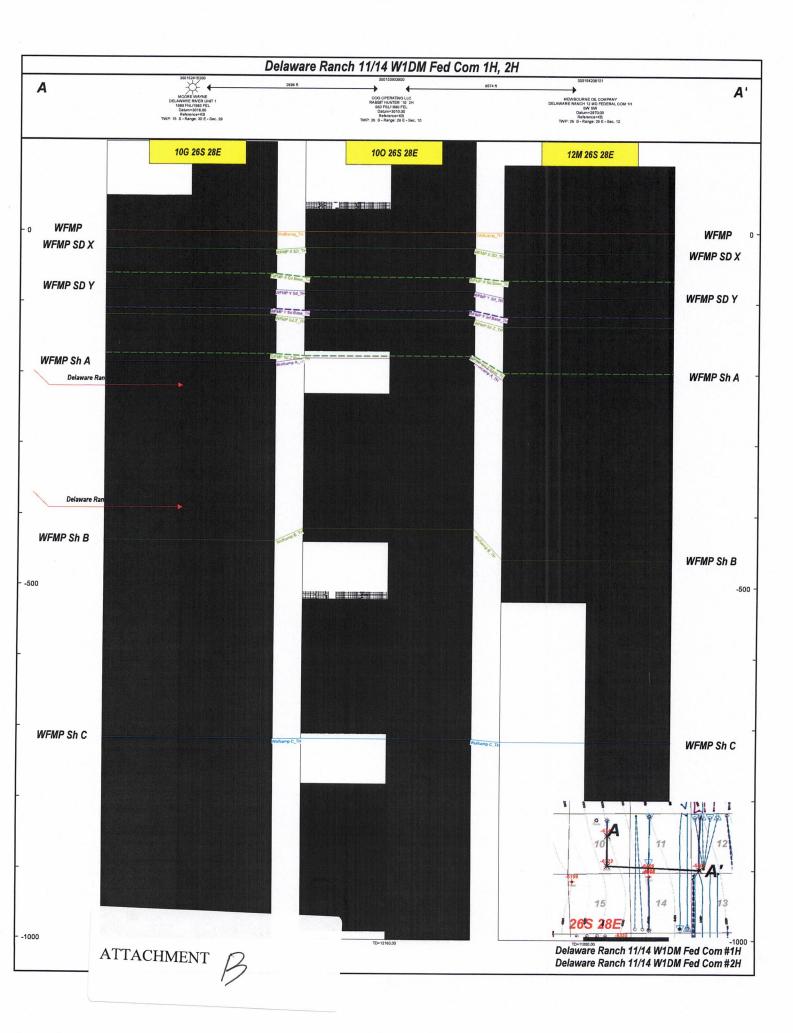
Notary Public





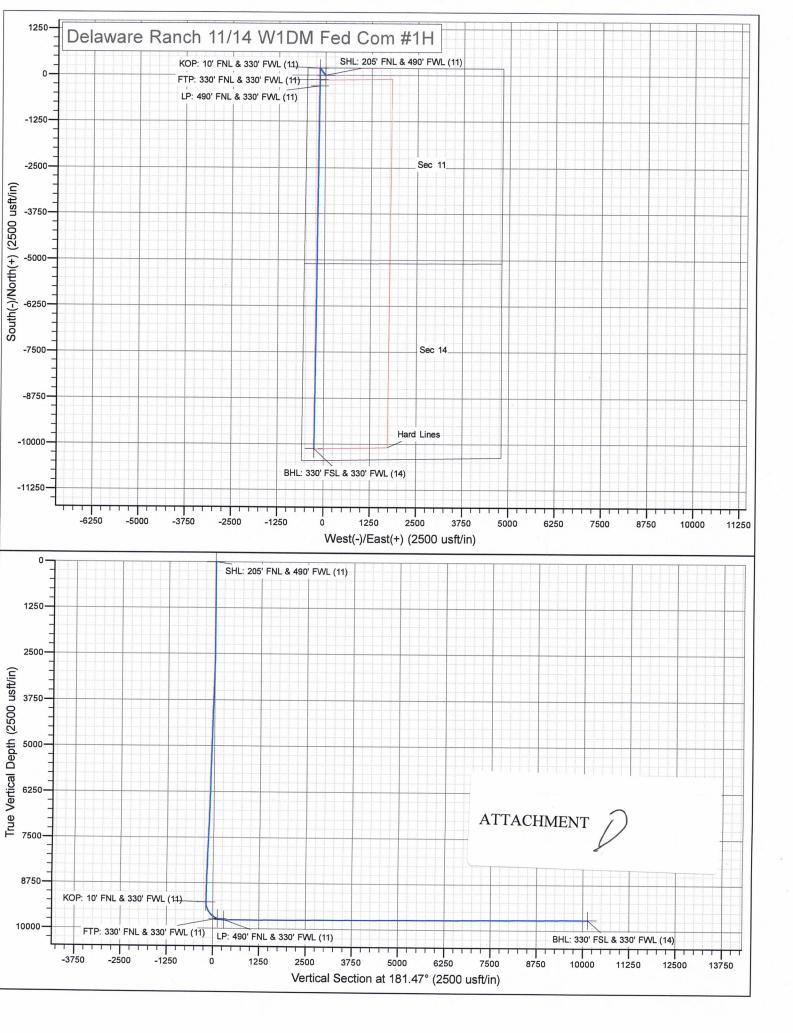


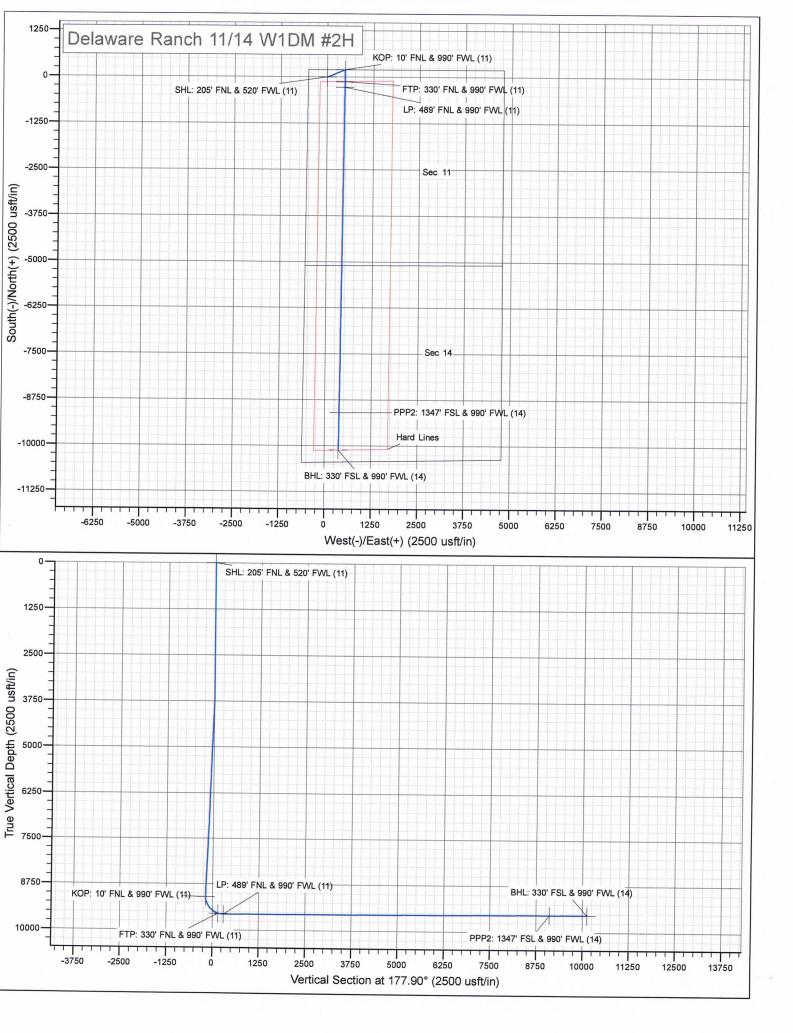




	High Noon Area Upper Wolfcamp Production Data Table								
Well Name	Operator	API	Location	WFMP Comp Date	Cum Oil (mbo)	Cum Gas (bcf)	Cum Water (mbw)	NS/EW	HZ Target
Salt Draw 10 WCA 3H	Chisholm	3001545775	10BO/25S/28E	7/9/2019	128	0.3	550	NS	WFMP Sand
Rick Deckard WXY 18H	Marathon	3001545091	4PA/25S/28E	2/25/2019	180	0.5	NA	NS	WFMP Sand
Rick Deckard WA 14H	Marathon	3001545092	4PA/25S/28E	2/25/2019	161	0.4	NA	NS	WFMP Sand
Rick Deckard WXY 12H	Marathon	3001545090	40B/25S/28E	2/25/2019	130	0.5	NA.	NS	WFMP Sand
Rick Deckard WA 15H	Marathon	3001545093	40B/25S/28E	2/25/2019	114	0.4	NA.	NS	WFMP Sand
Rick Deckard WA 9H	Marathon	3001545345	4CN/25S/28E	7/13/2019	162	0.5	515	NS	WFMP Sand
Rick Deckard WXY 8H	Marathon	3001545348	4CN/25S/28E	7/13/2019	150	0.5	562.0	NS	WFMP Sand
Rick Deckard WA 2H	Marathon	3001545344	4DW/25S/28E	7/13/2019	146	0.5	475	NS	WFMP Sand
Rick Deckard WXY 6H	Marathon	3001545347	4DM/25S/28E	7/13/2019	157	0.5	559	NS	WFMP Sand
Myox 21 31H	COG	3001544000	21M-16D/25S/28E	10/27/2019	265	0.7	1425	NS	WFMP A
Myox 21 32H	cog	3001544002	21M-16D/25S/28E	10/27/2019	227	0.6	1524	NS	WFMP Sand
Myox 21 33H	cog	3001544006	21M-16D/25S/28E	10/27/2019	235	0.6	1377	NS	WEMP A
Myox 21 34H	cog	3001545376	21N-16C/25S/28E	10/27/2019	223	0.7	1237	NS	WFMP Sand
Myox 21 35H	cog	3001545373	21N-16C/25S/28E	10/27/2019	207	0,6	1267	NS	WFMP A
Myox 31 601H	cog	3001545948	31A-6P/26S/28E	12/28/2019	471	0.9	1089	NS	WFMP Sand
Myox 31 602H	cog	3001545949	31A-6P/26S/28E	12/28/2019	317	1.1	1041	NS	WFMP Sand
Myox 31 603H	cog	3001545950	31B-60/26S/28E	12/28/2019	309	1.0	994	NS	WFMP Sand
Delaware Ranch 11/14 W1AP Fed Com 2H	Mewbourne	3001544071	11A-14D/26S/28E	7/27/2019	372	1.4	1148	NS	WFMP A
Delaware Ranch 11/14 W1AP Fed Com 1H	Mewbourne	3001545185	11A-14D/26S/28E	7/27/2019	404	1,4	1449	NS	WFMPA
Delaware Ranch 13/24 W1DM Fed Com 2H	Mewbourne	3001543471	13D-24M/26S/28E	2/1/2020	213	0.7	876	NS	WEMPA
Delaware Ranch 13/24 W1DM Fed Com 1H	Mewbourne	3001546309	13D-24M/26S/28E	2/1/2020	223	0,9	847	NS	WFMP A
Delaware Ranch 13/24 W1CN Fed Com 2H	Mewbourne	3001546280	13C-24N/26S/28E	3/7/2020	226	0.9	844	NS	WFMP A
Delaware Ranch 13/24 W1CN Fed Com 1H	Mewbourne	3001546281	13C-24N/26S/28E	3/7/2020	230	0.8	920	NS	WFMP A







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

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

Case No. 21769

#### 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 application filed herein.
- 4. Notice of the application was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipt 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: 5//

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

March 18, 2021

## CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application (Case No. 21769), filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, seeking an order the pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W/2 of Section 11 and the W/2 of Section 14, Township 26 South, Range 28 East, NMPM, Eddy County, New Mexico. The unit will be dedicated to: (a) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 1H, with a first take point in the NW/4NW/4 of Section 11 and a last take point in the SW/4SW/4 of Section 14; and (b) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 2H, with a first take point in the NW/4NW/4/4 of Section 11 and a last take point in the SW/4SW/4 of Section 14.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, April 8, 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:emnrd.state.nm.us/OCD/hearings">emnrd.state.nm.us/OCD/hearings</a> or see the instructions posted on the Division's website, <a href="http://emnrd.state.nm.us/OCD/announcements.html">http://emnrd.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 application, you may appear and present testimony. Failure to appear at that time and become a party of record 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, April 1, 2021. This statement may be filed online with the Division at <a href="mailto:ocd.hearings@state.nm.us">ocd.hearings@state.nm.us</a>, 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 Bruce

Attorney for Mewbourne Oil Company

#### **EXHIBIT A**

Allar Development LLC EG3 Development LLC P.O. Box 1567 Graham, TX 76450

CM Resources, LLC 300 N. Marienfeld Street, Suite 1000 Midland, TX 79701

Attn: Mark Hajdik

COG Acreage LP, COG Operating LLC, COG Production LLC, and Concho Oil & Gas LLC 600 W. Illinois Ave. Midland, TX 79701

Attn: Baylor Mitchell

OXY USA Inc. 5 Greenway Plaza, Suite 110 Houston, Texas 77046

Attn: Courtney Carr

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

Attn: Permitting Team



PS Form 3811, July 2015 PSN 7530-02-000-9053

See Reverse for Instructions

A. Signature  D. Addressee  B. Received by (Printed Name)  C. Date of Delivery of the signature	3. Service Type    Adult Signature   Adult Signature   Priority Mail Express®   Adult Signature Restricted Delivery   Registered Mail Mestricted   Delivery   Registered Mail Restricted   Delivery   Registered Mail Restricted   Delivery   Receipt for   Merchandise   Priority Mail Restricted   Delivery   Signature Confirmation   Restricted Delivery   Delivery   Delivery   Signature Confirmation   Restricted Delivery   Domestic Return Receipt	Www.usps.com®.  Wostmark  Postmark  Here	See Reverse for Instructions
SENDER: COMPLETE THIS SECTION  Complete items 1, 2, and 3.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  Article Addressed to:  Chevron U.S.A. Inc.  Change Soll Deavville Boulevard 6301 Deavville Boulevard Midland, Texas 79706	2. 7020 9402 5941 0062 9332 00 PS Form 3811, July 2015 PSN 7530-02-000-9053	U.S. Postal Service"  CERTIFIED MAIL® RENDEIP  Domestic Mail Only  For delivery information, visit our website at www.us  Certified Mail Fee  Sextra Services & Fees (check box, add fee as appropriate)  Extra Services & Fees (check box, add fee as appropriate)  Extra Services & Fees (check box, add fee as appropriate)  Certified Mail Feet (natrocopy)  Extra Services & Fees (check box, add fee as appropriate)  Certified Mail Restricted Delivery \$  Adult Signature Restricted Delivery \$  Perstage  Postage	Sent To Chevron U.S.A. Inc. Sent To Galo Deauville Boulevard Street and Apt. No., or Midland, Texas 79706 City, State, ZIP+4*

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	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

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-	EG3 De	evelopment LLC
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7020	Street and Apt. No., or PO Box No. Graham,	TX 76450
	City, State, ZIP+4®	

#### Affidavit of Publication Ad # 0004658725 This is not an invoice

JAMES BRUCE ATTORNEY AT LAW **POBOX 1056** 

SANTA FE, NM 87504

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

03/25/2021

Legal Clerk

Subscribed and sworn before me this March 25, 2021:

State of WI. Sounty of Brown

NOTARY PUBLIC

My commission expires

NOTICE

To: Allar Development LLC, EG3 Development LLC, CM Resources LLC, COG Acreage LP, COG Operating LLC, COG Production LLC, Concho Oil & Gas LLC, OXY USA Inc., and Chevron U.S.A. Inc., or your successors or assigns: Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division (Case No. 21769) seeking an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the W/2 of Section 11 and the W/2 of Section 14, Township 26 South, Range 28 East, NMPM, Eddy County, New Mexico. The unit will be dedicated to: (a) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 1H, with a first take point in the The unit will be dedicated to: (a) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 1H, with a first take point in the NW/4NW/4 of Section 11 and a last take point in the SW/4SW/4 of Section 14; and (b) The Delaware Ranch 11/14 W1DM Fed. Com. Well No. 2H, with a first take point in the NW/4NW/4/4 of Section 11 and a last take point in the SW/4SW/4 of Section 14. 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 April 8, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the heargency, 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 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, April 1, 2021. 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 tify 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 4 miles north-northwest of the intersection of U.S. Highway 285 with the New Mexico/Texas state line. #0004658725, Current Argus, March 25, 2021

**EXHIBIT** 

Ad # 0004658725 PO #: 4.1 hearing # of Affidavits 1

This is not an invoice

NANCY HEYRMAN Notary Public State of Wisconsin

	ATION MUST E	BE SUPPORTED BY SIGNED AFFIDAVITS	
Case:	337 549 30	21769	
Date	THIE NATE OF	May 20, 2021	
Applicant	Mewbourne C	oil Company	
Designated Operator & OGRID			
(affiliation if applicable)	Mewbourne C	oil Company/OGRID No. 14744	
Applicant's Counsel:	James Bruce		
Case Title:	Application of Mewbourne Oil Company for Compulsory Pooling, Edd County, New Mexico		
Entries of Appearance/Intervenors:		ang supervision: womin 5 sector suction Supervision, Admin 5 S800	
Well Family	Delaware Rand	ch Wolfcamp wells	
Formation/Pool		CARLYSON, A DIGIT TO THE TOTAL AND ADDRESS OF	
Formation Name(s) or Vertical Extent:	Wolfcamp For	mation	
Primary Product (Oil or Gas):	Gas	Totalis Surface of page 12 South Caron	
Pooling this vertical extent:	Entire Wolfcar		
Pool Name and Pool Code:		/olfcamp (Gas)/Pool Code 98220	
Well Location Setback Rules:		pol rules and current horizontal well rules	
Spacing Unit Size:	Half Section/320 acres		
Spacing Unit			
Type (Horizontal/Vertical)	Horizontal		
Size (Acres)	640 acres		
Building Blocks:	320 acres		
Orientation:	North-South		
Description: TRS/County		V/2 §14-26S-28E, NMPM, Eddy County	
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes	ocatable Parties to be Poored None	
Other Situations		sach begies 2 wods crothsp	
Depth Severance: Y/N. If yes, description	No		
Proximity Tracts: If yes, description	No	3.6 % a 3.6 %	
Proximity Defining Well: if yes, description		EXHIBIT 6	
Applicant's Ownership in Each Tract	Exhibit 2B		
Vell(s)		e e v ave e	
Name & API (if assigned), surface and pottom hole location, footages, ompletion target, orientation, ompletion status (standard or nontandard)	API No. 30-015- SHL: 205 FNL & BHL: 330 FSL & FTP: 330 FNL & LTP: 330 FSL & 3	490 FWL §11 330 FWL §14 330 FWL §35	

I	
	Delaware Ranch W1DM Fee Well No. 2H
	API No. 30-015-Pending
	SHL: 205 FNL & 520 FWL §11
	BHL: 330 FSL & 990 FWL §14
	FTP: 330 FNL & 990 FWL §35
	LTP: 330 FSL & 990 FWL §16
	Wolfcamp/TVD 9575 feet/MD 19711 feet
Horizontal Well First and Last Take Points	See above
Completion Target (Formation, TVD and	Conches
MD)	See above
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	COST + 200%/ EXHIBIT ZD, page Z
Proposed Notice of Hearing	Exhibit 1
Proof of Mailed Notice of Hearing (20	EXHIBIT 1
days before hearing)	Evhibit 4
	Exhibit 4
Proof of Published Notice of Hearing (10 days before hearing)	Full ilea F
	Exhibit 5
Ownership Determination	
Land Ownership Schematic of the	5-13132 8
Spacing Unit	Exhibit 2-B
Tract List (including lease numbers and	
owners)	
Pooled Parties (including ownership	
type)	Exhibit 2-C
Unlocatable Parties to be Pooled	None
Ownership Depth Severance (including	
percentage above & below)	None
Joinder	
Sample Copy of Proposal Letter	Exhibit 2-C
List of Interest Owners (i.e. Exhibit A of	
JOA)	Exhibit 2-B
Chronology of Contact with the	
Chronology of Contact with Non-Joined	5144.2.6
Working Interests	Exhibit 2-C
Overhead Rates In Proposal Letter	
Cost Estimate to Drill and Complete	Exhibit 2-D
Cost Estimate to Equip Well	Exhibit 2-D
Cost Estimate for Production Facilities	Exhibit 2-D
Geology	
Summary (including special	
considerations)	Exhibit 3
Spacing Unit Schematic	Exhibit 3-A
Gunbarrel/Lateral Trajectory Schematic	Exhibit 3-A
Well Orientation (with rationale)	Standup/Exhibit 3

Target Formation	Wolfcamp
HSU Cross Section	Exhibit 3-B
Depth Severance Discussion	Not Applicable
Forms, Figures and Tables	
C-102	Exhibit 2-A
Tracts	Exhibit 2-A
Summary of Interests, Unit	
Recapitulation (Tracts)	Exhibit 2-B
General Location Map (including basin)	Exhibit 2-A
Well Bore Location Map	Exhibit 2-A
Structure Contour Map - Subsea Depth	Exhibit 3-A
Cross Section Location Map (including	
wells)	Exhibit 3-B
Cross Section (including Landing Zone)	Exhibit 3-B
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
<b>Signed Name</b> (Attorney or Party Representative):	James Brece
Date:	May 18, 2021