Affidavit of Publication

State of New Mexico, County of Eddy, ss.

Kathy McCarroll, being first duly sworn, on oath says:

That she is the Classified Supervisor 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 advertisements notices and may 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:

May 2

2012

That the cost of publication is \$74.73 and that payment thereof has been made and will be assessed as court costs.

Karl & Cane

Subscribed and sworn to before me this

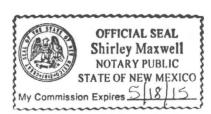
16th day of May

2012

Shily majurel

My commission Expires on May 18, 2015

Notary Public



May 2, 2012 NOTICE

To: Mill Neck Associates, or your successors: Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the \$/25/2 of Section 3, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the \$/25/2 of the second section of the seco

mineral interests in the Bone Spring formation underlying the \$/2\$/2 of Section 3 to form a non-standard 160 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the Sharps 3 Fed. Com. Well No. 2, a horizontal well with a surface location in the \$\text{SE}/4\$, and a terminus in the \$\text{SW}/4\$\text{SW}/4\$, of Section 3. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The application is scheduled to be heard at 8.15 a.m. on Thursday, May 24, 2012 at the Division's offices at 1220 South \$\text{St. francis Drive, Santa Fe, New Mexico 87505. 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. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504. The unit is located approximately 18 miles east-southeast of Lakewood, New Mexico.

Oil Conservation Division
Case No. _____
Exhibit No.