<u>NOTICE</u>

To: Robert N. Varn, Henry C. Landers, T. Grover Swift, Jr., William P. McCormick, S.K. Clay Trust, W.P. Kendall Trust, Patricia K. McMillan, Lewis F. Holmes, Charles C. Albright Trust, Marcia Kamph, Trustee of Trust 454F, Estate of E. Trompeter a/k/a Earl Trompeter, William Evert Andrau Trusts 1 and 2, Helene B. Hewett/Barbara A. Powell Trusts 1 and 2, William Jacobs, Andrew E. McMahon, Russell S. Sampson, Ivor J. Silver, Alex M. Roter, Ann S. Ragsdale, Anthony Hawe, Estate of Athur A. Ostmann a/k/a Arthur A. Ostmann, Arturo G. Sterling, Dorothy Hinchliff, First State Bank, George M. Oringdulph, H.E. Oringdulph, Gilbert T. Kanegawa, Glenn E. Duke, Harry Bersner, Harry F. Poll, Harry L. Green, Sr., Janet S. Joslin, Estate of John Steinman, Larry M. Pickett, Betty Jean Pickett, Leroy L. Burnette, John L. Steffan, Louesther Zwick Trust IV, M.D. Williams, D.L. Pilant, Mark J. Sandler, Beth Sandler, Norton S. Waldfogel, Steven R. Lindersmith, Thomas Geimer, Warren N. Rosenquist, Judith V. Rosen Quist, and William W. Fetner, or their heirs, devisees, successors, or assigns: Mewbourne Oil Company has filed an application with the New Mexico Oil Conservation Division seeking an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the N/2S/2 of Section 17, 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 N/2S/2 of Section 17 to form a nonstandard 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 Glock 17 LI Fed. Well No. 1H, a horizontal well with a surface location in the NW/4SW/4, and a terminus in the NE/4SE/4, of Section 17. 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 29, 2014 at the Division's offices at 1220 South 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 17 miles east-southeast of Lakewood, New Mexico.

> Oil Conservation Division Case No. ______ Exhibit No. _____