

Summary of Communications
Salado Draw 9 WIDM Fed Com #2H

EOG Resources, Inc.

- 1) Mailed well proposal letter with AFE via certified mail dated 7-7-2015.
- 2) Emailed Copy of proposal letter and AFE was received 7-7-15
- 3) Received verification certified mail was received 7-8-2015.
- 4) Called Paul Boland 3 times between, August and October 2015, left message, never received response.
- 5) 9-2-2015, E-Mailed Pat Tower with EOG Resources and asked to discuss proposal, no response
- 6) Patrick Tower emailed Larry Cunningham, MOC Exploration Manager, on 10/28/15 to set up meeting on 10/29/15
- 7) Paul Boland and Patrick Tower came to meeting in MOC offices on 10/29/15
- 8) Larry Cunningham left message for Patrick Tower on 10/7/15 asking for feedback on proposal, no response as of 12/10/15 at 9:30 am

Oil Conservation Division

Case No. 3

Exhibit No.



Date: July 9, 2015

Simple Certified:

The following is in response to your July 9, 2015 request for delivery information on your Certified Mail™/RRE item number 9414810699945009995634. The delivery record shows that this item was delivered on July 8, 2015 at 7:21 am in MIDLAND, TX 79701. The scanned image of the recipient information is provided below.

Signature of Recipient :

Delivery Section	
Signature	Robert Jones
Initials	R. Jones

Address of Recipient :

Address	
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Thank you for selecting the Postal Service for your mailing needs.

If you require additional assistance, please contact your local Post Office or postal representative.

Sincerely,
United States Postal Service

Mr. Paul Boland
EOG Resources, Inc.
PO Box 2267
Midland, TX 79702
Reference #: Salado Draw 9 W1DM 2H ss

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

July 7, 2015

Certified Mail

EOG Resources, Inc.
P. O. Box 2267
Midland, Texas 79702-2267
Attn: Mr. Paul Boland

Re: Proposed Horizontal Wolfcamp Shale Test
Salado Draw "9" W1DM Fed COM #2-H
Section 9, T-26-S, R-33-E
Lea County, New Mexico
Salado Draw Prospect

Gentlemen:

Mewbourne Oil Company ("Mewbourne") hereby proposes drilling a horizontal Wolfcamp Shale test at a surface location 320' FNL & 500' FWL and a bottom hole location 330' FSL & 500' FWL of Section 9, T-26-S, R-33-E, Lea County, New Mexico, to be called the Salado Draw "9" W1DM Fed COM #2-H well. We anticipate drilling to a vertical depth where horizontal drilling operations will commence intended to land the well horizontal in the upper Wolfcamp Shale at an approximate vertical depth of 12,500'. We then plan to continue drilling horizontally to the south in the upper Wolfcamp Shale to the proposed bottom hole location at an approximate total measured depth of 16,900'. The project area for this well will be composed of all of said Section 9.

To facilitate this project, Mewbourne again proposes forming a 640 acre working interest unit covering all of said Section 9. EOG Resources, Inc. ("EOG") owns an Oil and Gas Lease covering an undivided 50% of the mineral interests in the S/2 of said Section 9. Accordingly, EOG would have a 25% working interest in the proposed well. Enclosed are duplicate originals of Mewbourne's AFE well cost estimate for this well. Mewbourne's proposed AAPL 1989 Model Form JOA and recording memorandum for this project covering all of said Section 9 will be provided upon request.

Should you elect to participate in the proposed working interest unit and well, please return the extra set of signature pages to the JOA and recording memorandum along with an AFE reflecting execution on behalf of EOG. Please also provide your most current "Well Information" requirements. As an alternative to participation, Mewbourne would be willing to enter into the

EOG Resources, Inc.
Salado Draw "9" WIDM Fed COM #1-H Well
July 7, 2015
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same type of trade used for Mewbourne's recently drilled Salado Draw 9 A3CN Fed COM #1-H well.

Feel free to contact me if you have any questions or would like to discuss this proposal in greater detail. I can be reached by phone at (432) 682-3715 or via email at ssmith@mewbourne.com.

Sincerely,

MEWBOURNE OIL COMPANY

A handwritten signature in black ink, appearing to read 'Steven J. Smith', with a long horizontal flourish extending to the right.

Steven J. Smith
Senior Landman

Enclosures

Steve Smith

From: Paul Boland <Paul_Boland@eogresources.com>
To: Steve Smith
Sent: Tuesday, July 07, 2015 2:09 PM
Subject: Read: Salado Draw 9

Your message.

To:
Subject: Salado Draw 9
Sent: Tuesday, July 7, 2015 7:09:29 PM (UTC) Monrovia, Reykjavik

was read on Tuesday, July 7, 2015 7:09:22 PM (UTC) Monrovia, Reykjavik.

Cy Shook

From: Cy Shook
Sent: Wednesday, September 02, 2015 11:25 AM
To: 'pat_tower@eogresources.com'
Subject: Well Proposal; Salado Draw 10 A3PA Federal #2H

Mr. Tower,

I'd like to confirm that EOG intends to go non-consent under the JOA dated July 1, 2011 in response to the well proposal for the Salado Draw 10 A3PA Federal #2H to be drilled in Section 10, 26S-33E, Lea Co., NM.

At your convenience we are also ready to discuss MOC's proposed Salado Draw 9 W1DM Fed Com #2H.

Thanks,

Cy Shook

Landman

Mewbourne Oil Company
500 West Texas Ave., Suite 1020
Midland, TX 79701-4279

Main: 432-682-3715

Fax: 432-685-4170

Larry Cunningham

From: Larry Cunningham
Sent: Wednesday, October 28, 2015 3:27 PM
To: Pat Tower
Subject: RE: Salado area

1:30 will be great.....see you then.....Larry

From: Pat Tower [mailto:Pat_Tower@eogresources.com]
Sent: Wednesday, October 28, 2015 3:23 PM
To: Larry Cunningham
Subject: RE: Salado area

If we swing by right after lunch-1:15-1:30 pm will this work?

From: Larry Cunningham [<mailto:lcunningham@mewbourne.com>]
Sent: Wednesday, October 28, 2015 1:04 PM
To: Pat Tower
Subject: RE: Salado area

** External email. Use caution.**

Any time after lunch tomorrow will work for us.....Larry

From: Pat Tower [mailto:Pat_Tower@eogresources.com]
Sent: Wednesday, October 28, 2015 11:32 AM
To: Larry Cunningham
Subject: Salado area

Paul Boland just got the force pooling notice on your well in this area. Are you open for the two of us to come over tomorrow to visit on this. Hopefully wouldn't take much of your time.

PATRICK J. TOWER
BUSINESS DEVELOPMENT MANAGER
EOG RESOURCES, INC.
P.O. BOX 2267 (79702)
5509 Champions Drive (79706)
MIDLAND, TEXAS
PHONE: (432) 686-3758
FAX: (432) 686-3773
E-MAIL: pat_tower@eogresources.com