

JAMES BRUCE
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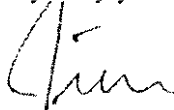
June 21, 2016

Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Florene:

Enclosed for filing, on behalf of Mewbourne Oil Company, are an application for compulsory pooling, *etc.*, together with a proposed advertisement. Please set the application for the July 21, 2016 Examiner hearing. Thank you.

Very truly yours,



James Bruce

Attorney for Mewbourne Oil Company

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Case 15511

Parties Being Notified

Manuela Q. Franco and Celia Hougland, as Joint Tenants
P.O. Box 1286
Loving, New Mexico 88256

Celia F. Hougland, as separate property
P.O. Box 1286
Loving, New Mexico 88256

George O. Stribling, Personal Representative of the Estate of Martha Stribling, Deceased
6818 Academy Parkway West NE
Albuquerque, New Mexico 87109

The Trustee of a trust created by Martha Stribling dated 9-24-1996
P.O. Box 95557
Albuquerque, New Mexico 87199

T.B. Stribling, III as Successor Trustee of the Martha G. Stribling Irrevocable Trust
P.O. Box 95557
Albuquerque, New Mexico 87199

George O. Stribling
6818 Academy Parkway West NE
Albuquerque, New Mexico 87109

Martha J. Stribling
6818 Academy Parkway West NE
Albuquerque, New Mexico 87109

Thomas B. Stribling, Trustee for Thomas Luke Stribling Trust
75 Circle Drive NE
Albuquerque, New Mexico 87122

George O. Stribling, Trustee for Margaret Stribling, Robert Cain and Salem Stribling
6818 Academy Parkway West NE
Albuquerque, New Mexico 87109

John D. Stribling
6818 Academy Parkway West NE
Albuquerque, New Mexico 87109

Chasity Garza
1410 E. Broadway
Brownfield, Texas 79316

Pamela Ray Cummings
P.O. Box 817
Panhandle, Texas 797068

Patricia Gae Stamps
P.O. Box 249
Panhandle, Texas 79068

The Heirs or Devisees of John W. Osborn, Deceased
P.O. Box 419
Tipton, Oklahoma 76570

Geneva Floyd Osborn
500 N. Broadway
Tipton, Oklahoma 73570

Joel W. Osborn
2420 South Joplin Avenue
Tulsa, Oklahoma 74114

Heather O. Ward
P.O. Box 538
Roscoe, Texas 79545

Sue Osborn Powell
899 Hedgewood Drive
Georgetown, Texas 78620

Mary Camille Hall
3812 Tailfeather Drive
Round Rock, Texas 78681

Irma J. Gregory
14 Cork Street
Alva, Florida 33920

Tommy W. Gregory
1705 Black Gold St., SE
Albuquerque, New Mexico 87123

Daniel Taschner
No. 2 Meadowlark Court
Artesia, New Mexico 88210

Arin Bratcher
No. 2 Meadowlark Court
Artesia, New Mexico 88210

William E. Gregory
11910 Central Ave., SE, Suite B
Albuquerque, New Mexico 87123

Kathy Gregory
608 Lakeside Drive
Carlsbad, New Mexico 88220

Brian McGonagill
1612 Westridge Road
Carlsbad, New Mexico 88220

George P. McGonagill
2610 B Mountain View
Carlsbad, New Mexico 88220

Cara McGonagill
611 ^{1/2} N. Mesa
Carlsbad, New Mexico 88220

Shirley C. McGonagill
1612 Westridge
Carlsbad, New Mexico 88220

Ralph V. Robinson
Address Unknown

Childs & Bishop Law Office, Inc.
Address Unknown

Klipstine & Hanratty
1601 N. Turner, Suite 400
Hobbs, New Mexico 88240

James W. Klipstine, Jr.
1601 N. Turner, Suite 400
Hobbs, New Mexico 88240

Latannia Klipstine
1601 N. Turner, Suite 400
Hobbs, New Mexico 88240

Kevin J. Hanratty
1601 N. Turner, Suite 400
Hobbs, New Mexico 88240

Helen Beeman
6801 Beckett Road, #134R
Austin, Texas 78749

Mary Jo Dickerson
P.O. Box 642
Glenpool, Oklahoma 74033

Virginia Lee Davis
P.O. Box 1065
Carlsbad, New Mexico 88221

LBD, a Limited Partnership
P.O. Box 686
Hobbs, New Mexico 88240

Charles L. Reitenger
Address Unknown

John Edward Hall, III
Address Unknown

The Successor of United New Mexico Bank of Carlsbad,
Wells Fargo Bank, N.A.
2318 W. Pierce St.
Carlsbad, New Mexico 88220

First Federal Savings and Loan Association of Littlefield, Texas
P.O. Box 1390
Littlefield, Texas 79339

Jonathan D. Knoerdel
Address Unknown

Panagopoulos Enterprises, LLC
511 W. Reinken Ave.
Belen, New Mexico 87002

Clarence W. Ervin
4016 Jones Street
Carlsbad, New Mexico 88220

The Heirs of Devisees of Mary I. Ervin
4016 Jones Street
Carlsbad, New Mexico 88220

Louis M. (Mickey) Ratliff, Jr.
8 Firwood Court
The Hills, Texas 78738

Mary D. Ratliff
8 Firwood Court
The Hills, Texas 78738

Nevill Manning
2112 Indiana
Lubbock, Texas 79410

Nolan Greak
8008 Slide Road, Suite #33
Lubbock, Texas 79424

Seminole Memorial Hospital
209 NW 8th Street
Seminole, Texas 79360

Andreas P. Panagopoulos
511 West Reinken Ave.
Belen, New Mexico 87002

Pavlos P. Panagopoulos
511 West Reinken Ave.
Belen, New Mexico 87002

Panagiota P. Panagopoulos Tendall
10008 Ranch Hand Ave.
Las Vegas, Nevada 89117

Magdalene (or Magdaline) P. Panagopoulos
10008 Ranch Hand Ave.
Las Vegas, Nevada 89117

Peter A. Panagopoulos
209 W. McKay
Carlsbad, New Mexico 88220

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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APPLICATION OF MEWBOURNE OIL COMPANY FOR
A NON-STANDARD SPACING AND PRORATION UNIT,
COMPULSORY POOLING, AND AN UNORTHODOX
GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

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Case No. 15511

APPLICATION

Mewbourne Oil Company applies for an order (i) approving a 480.20 acre non-standard spacing and proration unit in the Wolfcamp formation comprised of the SW $\frac{1}{4}$ of Section 33, Township 23 South, Range 28 East, N.M.P.M., and Lots 3, 4, S $\frac{1}{2}$ NW $\frac{1}{4}$, and SW $\frac{1}{4}$ (the W $\frac{1}{2}$) of Section 4, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, (ii) pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit, and (iii) approving an unorthodox gas well location, and in support thereof, states:

1. Applicant is an interest owner in the SW $\frac{1}{4}$ of Section 33 and the W $\frac{1}{2}$ of Section 4, and has the right to drill a well thereon.

2. Applicant proposes to drill its Foreigner 33/4 W2LM Fee Well No. 1H to a depth sufficient to test the Wolfcamp formation, and dedicate the SW $\frac{1}{4}$ of Section 33 and the W $\frac{1}{2}$ of Section 4 to the well to form a non-standard standard 480.20 acre gas spacing and proration unit in the Wolfcamp formation. Applicant further seeks to pool all mineral interests in the Wolfcamp formation underlying the non-standard unit. The well is a horizontal well, with a surface location 2450 feet from the south line and 450 feet from the west line of Section 33, and a terminus 330 feet from the south line and 450 feet from the west line of Section 4. The producing interval will be unorthodox.

3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the SW¼ of Section 33 and the W½ of Section 4 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 well or to otherwise commit their interests to the well, 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 Wolfcamp formation in the SW¼ of Section 33 and the W½ of Section 4, pursuant to NMSA 1978 §70-2-17.

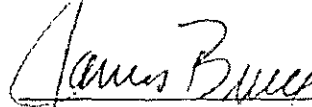
5. Approval of the non-standard spacing and proration unit, the pooling of all mineral interests in the Wolfcamp formation underlying the SW¼ of Section 33 and the W½ of Section 4, and approval of the unorthodox gas well location, will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Approving the non-standard spacing and proration unit in the Wolfcamp formation in the SW¼ of Section 33 and the W½ of Section 4;
- B. Pooling all mineral interests in the Wolfcamp formation underlying the SW¼ of Section 33 and the W½ of Section 4;
- C. Approving the unorthodox gas well location;
- D. Designating applicant as operator of the well;
- E. Considering the cost of drilling and completing the well, and allocating the cost among the well's working interest owners;

- F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- G. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "James Bruce", is written over a horizontal line.

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Mewbourne Oil Company

PROPOSED ADVERTISEMENT

Case No. 15511:

Application of Mewbourne Oil Company for a nonstandard spacing and proration unit, compulsory pooling, and an unorthodox gas well location, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 480.20 acre non-standard spacing and proration unit in the Wolfcamp formation underlying the SW/4 of Section 33, Township 23 South, Range 28 East, NMPM, and Lots 3, 4, S/2NW/4, and SW/4 (the W/2) of Section 4, Township 24 South, Range 28 East, NMPM, pooling all mineral interests in the Wolfcamp formation underlying the non-standard spacing and proration unit, and approving an unorthodox gas well location. The unit is to be dedicated to the Foreigner 33/4 W2LM Fce Well No. 1H, a horizontal well with a surface location 2450 feet from the south line and 450 feet from the west line of Section 33, and a terminus 330 feet from the south line and 450 feet from the west line of Section 4. The producing interval will be unorthodox. 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 unit is located approximately 2-1/2 miles northwest of Malaga, New Mexico.

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