

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

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

CASE NO. 14386

AFFIDAVIT OF D. PAUL HADEN

STATE OF TEXAS)
) ss.
COUNTY OF MIDLAND)

I, D. Paul Haden, being first duly sworn on oath, states as follows:

1. My name is D. Paul Haden. I reside in Midland, Texas. I am the Landman employed by Mewbourne Oil Company ("Mewbourne") who is familiar with the status of the lands in Section 29, Township 18 South, Range 30 East, NMPM, Eddy County, New Mexico. I am a Senior Petroleum Landman with over 29 years experience in the Permian Basin. I received my Bachelor of Science degree from Southwest Texas State University.

2. Mewbourne seeks an order pooling all mineral interests from a depth of 3,350 feet subsurface through the base of the Morrow formation in the following described spacing and proration units located in the S/2 of Section 29, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico: the S/2 for all formations and/or pools developed on 320-acre spacing which includes but is not necessarily limited to the Undesignated North Turkey Track-Morrow Gas Pool; the SE/4 for all formations and/or pools developed on 160-acre spacing; the S/2 SE/4 for all formations and/or pools developed on 80-acre spacing which includes but is not necessarily limited to the Undesignated Santo Nino-Bone Spring Pool; and the SW/4 SE/4 for all formations and/pools developed on 40-acre spacing which includes but is not limited to the North Benson-Queen-Grayburg Pool, Undesignated South Loco Hills-San Andres Pool, and the Undesignated South Leo Wolfcamp Pool.

3. Mewbourne owns working interest in the S/2 of Section 29 and has dedicated this proposed spacing unit to its Bradley "29" Federal Com Well No. 1 to be drilled 660 feet from the South line and 1980 feet from the East line (Unit O) to a depth of approximately 11,800 feet. Attachment A is a plat of the subject lands showing the proposed spacing unit and the well location.

4. Attachment B lists the nature and percentage of the ownership interests in the subject spacing units.

5. This application has been instituted solely to pool the interests of working interest owners who do not oppose the application.

6. Mewbourne has made a good faith effort to gain the voluntary participation of each working interest owner identified on Attachment B.

A. The well was proposed June 16, 2008 via certified mail with AFE enclosed on June 16, 2009. See Summary of Communications regarding Mewbourne's efforts to contact and obtain voluntary participation or obtaining term assignments in lieu of working interest owner's participation in the proposed well.

B. A copy of the well proposal letter and relevant correspondence is included as Attachment C.

7. Mewbourne requests that all interest owners in these spacing units be pooled and Mewbourne be designated operator of the wells and the spacing units.

8. Mewbourne proposes overhead charges (combined fixed rates) of \$ 6,500 per month while drilling and \$650 per month while producing which are the rates in Mewbourne's September 1, 2009 Joint Operating Agreement that has been sent for execution and is in the process of being signed by all other joint interest owners in the spacing unit.

9. Attachment D is a copy of the authorization for expenditure (AFE) for the well which estimates costs to casing point to be \$1, 235,500 and a completed cost of \$1,958,000.

10. Mewbourne plans to drill the Bradley "29" Federal Com Well No. 1 by December 1, 2009.

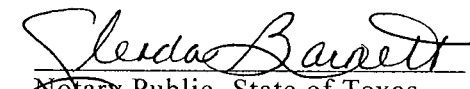
11. Attachment E are copies of the notice letters sent to those interest owners which Mewbourne seeks to pool and an affidavit of publication pursuant to Division rules.

12. Approval of this application will avoid the drilling of unnecessary wells, will prevent waste, will protect correlative rights, and allow Mewbourne and the other interest owners in the S/2 of Section 29 an opportunity to obtain their just and fair share of the oil and gas under the subject lands.

FURTHER AFFIANT SAYETH NOT.

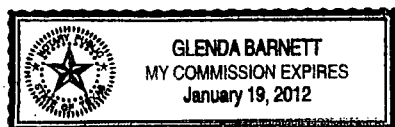

D. Paul Haden

SUBSCRIBED AND SWORN before me on this 28th day of September, 2009.


Notary Public, State of Texas

My Commission Expires:

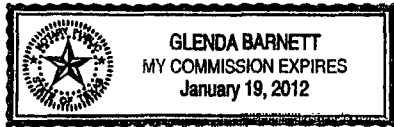
1-19-2012



STATE OF TEXAS

COUNTY OF MIDLAND

This instrument was acknowledged before me on September 28, 2009 by D. Paul Haden.



Glenda Barnett

Notary Public, State of Texas