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

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

Case No. 14,587

AFFIDAVIT OF NOTICE

COUNTY OF SANTA FE)) ss.
STATE OF NEW MEXICO)
James Bruce, being duly sworn upon his oath, deposes and states:
1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Mewbourne Oil Company.
3. Mewbourne Oil Company has conducted a good faith, diligent effort to find the names and correct addresses of the offset operators or working interest owners entitled to receive notice of the application filed herein.
4. Notice of the application was provided to the offsets by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit A.
5. Applicant has complied with the notice provisions of Division Rules NMAC 19.15.4.9 and 19.15.4.12.C. James Bruce
SUBSCRIBED AND SWORN TO before me this <u>5th</u> day of January, 2011 by James Bruce.
My Commission Expires: 3/14/13 Notary Public
Oil Conservation Division Case No. Exhibit No.

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

December 8, 2010

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard unit, unorthodox well location, etc., filed with the New Mexico Oil Conservation Division by Mewbourne Oil Company, regarding the N½N½ of Section 29, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico. This matter is scheduled for hearing at 8:15 a.m. on Thursday, January 6, 2011, at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The Division requires applicant to notify offset operators or working interest owners of the non-standard unit portion of the application, and you offset the above well unit. The surface location of the well is unorthodox, but the producing interval of the well will be at an orthodox location. As an offset operator or lessee, 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.

You are required to notify (in writing) the Division, and the undersigned, by Thursday, December 30, 2010 if you intend to participate in the hearing.

Very truly yours,

ames Bruce

Attorney for Mewbourne Oil Company

EXHIBIT _

EXHIBIT A

Chesapeake Operating, Inc. Chesapeake Exploration, L.L.C. P.O. Box 18496 Oklahoma City, Oklahoma 73154

Attention: Justin Zerkle

Chevron U.S.A. Inc. P.O. Box 2100 Houston, Texas 77252

Attention: Kevin C. Stubbs

COMPLETE THIS SECTION ON DELINERY A. Signature X. Signature B. Received by (Printed Name) C. Date of Delivery	D. is delivery address afflerent from Hefruit.	Service Type L. Certified Mall	7008 0500 0001, 4683 9645 Domestic Return Receipt 166 6 29 - 4102395-02-W-1540
SENDER: COMPLETE THIS SECTION Complete items 1: 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailplece, or on the front if space permits.	1. Article Addressed to: Chesapeake Operating, Inc. Chesapeake Exploration, L.L.C. P.O. Box 18496 Oklahoma City Oklahoma 73154		ivice label) ebruary 2004
CERTIFIED WAIL RECEIPT Comestic Mail Only, No Insurance Coverage Provided For delivery information visit our website at www.vus.come	Certi Return Rec (Endorsement R Restricted Delli (Endorsement R	Sent To Chevron U.S.A. Inc. Sireet, Apr. No. Houston, Texas 77252	PS, Form 3800. August 2006

U.S. Postal Service	Comestic Mail Only, No Insurance Coverage, Provided	Posizoe S	Cert	(Endorsement Booking Fee	Total Postage & Fees \$	Sent To Chesapeake Operating, Inc. Chesapeake Exploration, L.L.C.	or PO Box No. Oklahoma City, Oklahoma 73134	PS Form 3800, August 2006	in strategy.
COMPLETE THIS SECTION ON DELIVERY	A. Signature X (14)	ceved by (Printed Name) C. p	 D. Is delivery address different from item 17. If YES, enter delivery address below. If No 		3. Sprvice Type	☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ COD.	[≥ [0001 4683 9638	IN Receipt 40C - 8 1944 102585-02-W-1540
SENDER: COMPLETE THIS SECTION	 Complete Items 1, 2, and 3 Also complete Item 4 if Restricted Delivery is desired. Print your name and address on the reverse 	so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits.	1. Article Addressed to		Chevron U.S.A. Inc. P.O. Box 2100 P.O. Box 2100 University Trass 77252			2. Article Number	PS Form 3811, February 2004 Domestic Return Receipt