

Study Conclusions

Turkey Track North (Morrow) Field

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1. Orthodox locations do exist on the subject tract for Mewbourne to drill.
2. The proposed well is capable of producing the remaining recoverable reserves under the subject tract from an orthodox location.
3. Moving the proposed well to an unorthodox location will allow the confiscation of a significant quantity of reserves from the BEPCO operated lease.
4. The imposition of a penalty allowable would be ineffective in preventing this confiscation of reserves.
5. The proposed well should be drilled at an orthodox location.

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