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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION TO CONSIDER:

CASE NO. 16001(Re-Opened) ORDER NO. R-14756-A

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

ORDER OF THE DIVISION

NOW, on this 15th day of January 2020, the Division Director, having considered the testimony, the record and the recommendations of the Examiner,

FINDS THAT

1. Pursuant to a previous hearing on March 8, 2018, the Division issued Order No. R-14756 (Case No. 16001), granting the application of Mewbourne Oil Company ("Applicant") pooling all uncommitted interests within a non-standard 480-acre non-standard gas spacing unit and project area in the Wolfcamp formation, Purple Sage; Wolfcamp (Gas) Pool (Pool Code 98220), underlying the SW/4 of Section 25 and the W/2 of Section 36, all in Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico. The order designated Applicant as operator of the unit and dedicated two horizontal wells, Fleetwood 36 25 WOML State Com Well No. 1H and Fleetwood 36 25 W2ML State Com Well No. 2H.

2. Subsequently, Applicant became aware of an interest owner that had not previously been identified and filed an application to reopen the case.

3. The Division heard the application at a public hearing on March 7, 2019.

4. Applicant at the hearing presented affidavits and other evidence demonstrating that it gave notice of the hearing to the previously unidentified interest owner.

5. The previously unidentified interest owner did not appear at the hearing or otherwise contact the Division.

THE DIVISION CONCLUDES THAT

6. Applicant provided notice to the previously unidentified interest owner as required by 19.15.4.12(A)(3) NMAC.

10. Order No. R-14756 should remain in full force and effect.

IT IS THEREFORE ORDERED THAT

- 1. Order No. R-14756 is hereby reaffirmed.
- 2. All provisions of Order No. R-14756 remain in full force and effect.

3. Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on January 15, 2020.



STATE OF NEW MEXICO OIL CONSERVATION DIVISION ADRIENNE SANDOVAL Director