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

APPLICATIONS OF MEWBOURNE OIL COMPANY FOR APPROVAL OF AN OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 25141-25144

MEWBOURNE'S CONSOLIDATED PRE-HEARING STATEMENT

Mewbourne Oil Company ("Mewbourne" or "Applicant"), the applicant in the abovereferenced cases, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Mewbourne Oil Company ("Mewbourne")

Michael H. Feldewert Adam G. Rankin Paula M. Vance Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421

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APPLICANT'S STATEMENT OF CASE

Under these consolidated cases, Mewbourne seeks orders pooling the Bone Spring formation San Lorenzo; Bone Spring [53600] for the referenced acreage, all in Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico, as follows:

Under Case No. 25141, Mewbourne seeks an order (1) approving a 320.62-acre, more or less, overlapping horizontal well spacing unit underlying Lot 4, SE/4
 NW/4, and W/2 SW/4 (W/2 W/2 equivalent) of irregular Section 4, and W/2 W/2

of Section 9, and (2) pooling all uncommitted interests in this acreage. Mewbourne seeks to initially dedicate the unit to the proposed **San Lorenzo 9-4 State Com** #551H well to be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 9 to a bottom hole location in Lot 4 (NW/4 NW/4 equivalent) of irregular Section 4. This proposed horizontal well spacing unit will overlap the following existing spacing units in the Bone Spring formation:

- 160-acre spacing unit comprised of Lot 4, SW/4 NW/4, and W/2 SW/4 (W/2 W/2 equivalent) of irregular Section 4, T25S-R28E, dedicated to the Odie 4 State 1H (API: 30-015-41311) well currently operated by RAYBAW Operating, LLC; and
- 160-acre spacing unit comprised of the W/2 W/2 of Section 9, T25S-R28E, dedicated to the San Lorenzo 9 MD Fee 1H (API: 30-015-41305) well currently operated by Mewbourne Oil Company.
- Under Case No. 25142, Mewbourne seeks and order (1) approving a 320.50-acre, more or less, overlapping horizontal well spacing unit underlying Lot 3, SW/4 NW/4, and E/2 SW/4 (E/2 W/2 equivalent) of irregular Section 4, and E/2 W/2 of Section 9, and (2) pooling all uncommitted interests in this acreage. Mewbourne seeks to initially dedicate the unit to the proposed San Lorenzo 9-4 State Com #553H well to be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 9 to a bottom hole location in Lot 3 (NE/4 NW/4 equivalent) of irregular Section 4. This proposed horizontal well spacing unit will overlap the following existing spacing units in the Bone Spring formation:
 - 160-acre spacing unit comprised of Lot 3, SE/4 NW/4, and E/2 SW/4 (E/2 W/2 equivalent) of irregular Section 4, T25S-R28E, dedicated to the Nermal 4 State 1H (API: 30-015-41239) well currently operated by RAYBAW Operating, LLC; and
 - o 160-acre spacing unit comprised of the E/2 W/2 of Section 9, T25S-R28E, dedicated to the San Lorenzo 9 NC Fee 1H (API: 30-015-40749) well

currently operated by Mewbourne Oil Company.

- Under Case No. 25143, Mewbourne seeks and order (1) approving a 320.38-acre, more or less, overlapping horizontal well spacing unit underlying Lot 2, SW/4 NE/4, and W/2 SE/4 (W/2 E/2 equivalent) of irregular Section 4, and W/2 E/2 of Section 9, and (2) pooling all uncommitted interests in this acreage. Mewbourne seeks to initially dedicate the unit to the proposed San Lorenzo 9-4 State Com #556H well to be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 9 to a bottom hole location in Lot 2 (NW/4 NE/4 equivalent) of irregular Section 4. This proposed horizontal well spacing unit will overlap the following existing spacing unit in the Bone Spring formation:
 - 160-acre spacing unit comprised of Lot 2, SW/4 NE/4, and W/2 SE/4 (W/2 E/2 equivalent) of irregular Section 4, T25S-R28E, dedicated to the Kayro 4 State 1H (API: 30-015-41292) well currently operated by RAYBAW Operating, LLC.
- Under Case No. 25144, Mewbourne seeks (1) approving a 320.26-acre, more or less, overlapping horizontal well spacing unit underlying Lot 1, SE/4 NE/4, and E/2 SE/4 (E/2 E/2 equivalent) of irregular Section 4, and E/2 E/2 of Section 9, and (2) pooling all uncommitted interests in this acreage. Mewbourne seeks to initially dedicate the unit to the proposed San Lorenzo 9-4 State Com #558H well to be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 9 to a bottom hole location in Lot 1 (NE/4 NE/4 equivalent) of irregular Section 4. This proposed horizontal well spacing unit will overlap the following existing spacing unit in the Bone Spring formation:
 - 160-acre spacing unit comprised of Lot 1, SE/4 NE/4, and E/2 SE/4 (E/2 E/2 equivalent) of irregular Section 4, T25S-R28E, dedicated to the Pooky 4 State 1H (API: 30-015-41241) well currently operated by RAYBAW

Operating, LLC.

The completed interval for each well will comply with statewide setbacks for oil wells. Mewbourne has sought but been unable to obtain voluntary agreement for the development of these lands from all mineral interest owners in the subject acreage.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Carson Cullen, Landman	Self-Affirmed Statement	Approx. 5
Cole Hatchel, Geologist	Self-Affirmed Statement	Approx. 3

PROCEDURAL MATTERS

Mewbourne requests that these matters be consolidated for hearing and intends to present these cases by self-affirmed statement if there is no opposition at the time of hearing.

Respectfully submitted,

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QUESTIONS

Action 429451

QUESTIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	429451
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	