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

March 9, 2004

Hand Delivered

Florene Davidson Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

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Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Case 13243

Dear Florene:

Enclosed are an original and one copy of <u>two</u> applications for special pool rules, together with proposed advertisements, filed on behalf of Mewbourne Oil Company. Please set these matters for the April 1, 2004 Examiner hearing. Thanks.

The advertisements are also on the enclosed disk.

Very truly yours,

James Bruce

Attorney for Mewbourne Oil Company



BEFORE THE NEW MEXICO OIL CONSERVATION DIVILATION DIVILATION

APPLICATION OF MEWBOURNE OIL COMPANY FOR POOL EXPANSION AND SPECIAL POOL RULES FOR THE YOUNG-STRAWN POOL, LEA COUNTY, NEW MEXICO.

Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Case No. _ /3243

APPLICATION

Mewbourne Oil Company applies for an order expanding the horizontal limits of the Young-Strawn Pool, and instituting special rules and regulations therefor, in Township 18 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- Applicant is the operator of the Strawn formation 1. underlying the E% of Section 17, Township 18 South, Range 32 East, N.M.P.M., which is in the Undesignated Young-Strawn Pool.
- The Young-Strawn Pool was created by Division Order No. R-5102, dated October 1, 1975, and currently encompasses the NE% of Section 20, Township 18 South, Range 32 East, N.M.P.M.
- Applicant requests that the Young-Strawn Pool be expanded 3. to include the E% of Section 17.
- Applicant further requests that special pool rules be instituted for the Young-Strawn Pool, providing for:
 - (a) 80 acre spacing;
 - a special depth bracket allowable of 720 barrels of oil per day;
 - (c) orthodox well locations no closer than 330 feet to a quarter-quarter section line or subdivision inner boundary;
 - a gas oil ratio of 4000 cubic feet of gas for each barrel (d) of oil produced; and

- (e) all other rules to comply with statewide rules.
- 5. The granting of this application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the relief requested above be granted.

Respectfully submitted,

James Bruce

Nost Office Box 1056

\$anta Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

PROPOSED ADVERTISEMENT

Case 13243: Application of Mewbourne Oil Company for pool expansion and special pool rules for the Young-Strawn Pool, Lea County, New Mexico. Applicant seeks an order expanding the horizontal boundaries of the Young-Strawn Pool, which currently covers the NE% of Section 20, Township 18 South, Range 32 East, NMPM, to include the E% of Section 17 in said township and range, and instituting special pools rules therefor, including provisions for 80-acre spacing, a special depth bracket allowable of 720 barrels of oil per day, special well location requirements, and a gas:oil ratio of 4000 cubic feet of gas for each barrel of oil produced. The pool is centered approximately 8 miles south-southwest of Maljamar, New Mexico.

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