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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF MEWBOURNE OIL COMPANY FOR A NONSTANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 15,673

AMENDED PRE-HEARING STATEMENT

This amended pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

<u>APPLICANT</u> Mewbourne Oil Company Suite 1020 500 West Texas Midland, Texas 79701

Attention: Corey Mitchell (432) 682-3715

OPPONENT EOG Resources, Inc., et al. APPLICANT'S ATTORNEY

James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

OPPONENT'S ATTORNEY Michael Feldewert Jordan L. Kessler

STATEMENT OF THE CASE

APPLICANT

Mewbourne Oil Company seeks an order approving a 480 acre non-standard spacing and proration unit in the Wolfcamp formation underlying the E/2 of Section 12 and the SE/4 of Section 1, Township 25 South, Range 27 East, NMPM, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard spacing and proration unit. The unit will be dedicated to the Devon 12/1 W2PI Fee Com. Well No. 1H, a horizontal well with a surface location in the NE/4NE/4 of adjoining Section 13, and a terminus in the NE/4SE/4 of Section 1.

The beginning and end of the producing interval will be orthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. <u>OPPONENT</u>

PROPOSED EVIDENCE

APPLICANT

| WITNESSES | EST. TIME | EXHIBITS |
|-----------------------------|-----------|-----------------|
| Corey Mitchell (landman) | 20 min. | Approx. 7 |
| Nate Cless (geologist) | 15 min. | Approx. 5 |
| Travid Cude (engineer) | 15 min. | Approx. 4 |
| <u>OPPONENT</u> | | |

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Mewbourne Oil Company