

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 NON-STANDARD HORIZONTAL SPACING
UNIT AND COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.

Case No. 16279

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Mewbourne Oil Company
Suite 1020
500 West Texas
Midland, Texas 79701

Attention: Paul Haden
(432) 682-3715

APPLICANT'S ATTORNEY

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

OPPONENT

COG Operating LLC

Cimarex Energy Co.

OPPONENT'S ATTORNEY

Ocean Munds-Dry

Jennifer L. Bradfute

STATEMENT OF THE CASE

APPLICANT

Mewbourne Oil Company seeks an order approving a 200-acre non-standard horizontal spacing unit **in the Second Bone Spring Sand zone of the Bone Spring formation** comprised of the SE/4SW/4 and S/2SE/4 of Section 11 and the S/2SW/4 of Section 12, Township 19 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Second Bone Spring Sand underlying the non-standard unit. The unit will be dedicated to the Sapphire

11/12 B2NN State Com. Well No. 1H, a horizontal well with a surface location in the SE/4SW/4 of Section 11, and a final take point in the SE/4SW/4 of Section 12. 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 wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Paul Haden (landman)	15 min.	Approx. 6
Jordan Carrell (geologist)	15 min.	Approx. 4


OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

1. If there is no opposition, applicant will submit this case by affidavit.
2. If the case is presented on August 23rd, another attorney will present the case.

Respectfully submitted,



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

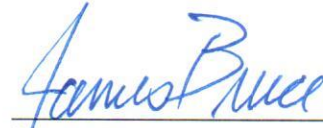
Attorney for Mewbourne Oil Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 15th day of August, 2018 by e-mail:

Ocean Munds-Dry
omundsdry@concho.com

Jennifer L. Bradfute
jln@modrall.com



James Bruce