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 COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No 15,672

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

APPLICANT S ATTORNEY

James Bruce P O Box 1056

Santa Fe New Mexico 87504

(505) 982 2043

Attention

Corey Mitchell (432) 682 3715

OPPONENT

OPPONENT S ATTORNEY

STATEMENT OF THE CASE

<u>APPLICANT</u>

Mewbourne Oil Company seeks an order pooling all mineral interests in the Wolfcamp formation underlying Lots 1-4 and the E/2W/2 (the W/2 equivalent) of Section 18 Township 23 South Range 27 East NMPM to form a 315 12 acre well unit. The unit is to be dedicated to the Slider 18 W2MD Fed. Com. Well No. 1H a horizontal well with a surface location in Lot 4, and a terminus in Lot 1 of Section 18 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

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> <u>EST TIME</u> <u>EXHIBITS</u>

Corey Mitchell 15 min Approx 7 (landman)

Nate Cless 15 min Approx 5 (geologist)

OPPONENT

<u>WITNESSES</u> <u>EST TIME</u> <u>EXHIBITS</u>

PROCEDURAL MATTERS

Respectfully submitted

Post Office Box 1056

Santa Fe New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company