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

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

CASE NO. 15689

PRE-HEARING STATEMENT

This pre-hearing statement in submitted by BC Operating, Inc., Nadel and Gussman Permian, LLC, Crown Oil Partners V, LP, Black Crown Energy Partners, LP, Oak Valley Mineral and Land LP, Crump Energy Partners II, LLC, (collectively, "BC Entities"), as required by the Oil Conservation Division Rule 19.15.4.13.B.

APPEARANCES

APPLICANT

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

ATTORNEY

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504

OPPONENT

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APPLICANT'S STATEMENT OF CASE

OPPONENT'S STATEMENT OF CASE

The BC entities object to being compulsory pooled on the basis that Mewbourne has incorrectly set forth the ownership interests of parties in the spacing unit based on county records.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise

ESTIMATED TIME

EXHIBITS

OPPONENT'S PROPOSED EVIDENCE

WITNESS Name and Expertise **ESTIMATED TIME**

EXHIBITS

Caleb Hopson, Landman Approx. 10 minutes

Approx. 2

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP

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ATTORNEYS FOR BC ENTITIES

CERTIFICATE OF SERVICE

I hereby certify that on May 4, 2017, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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ATTORNEY FOR MEWBOURNE OIL COMPANY

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