## 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, LEA COUNTY, NEW MEXICO.

Case No. 14,286

## 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:

Steven J. Smith

(432) 682-3715

ssmith@Mewbourne.com

**OPPONENT** 

**OPPONENT'S ATTORNEY** 

APPLICANT'S ATTORNEY

Santa Fe, New Mexico 87504

James Bruce

P.O. Box 1056

(505) 982-2043

#### STATEMENT OF THE CASE

#### **APPLICANT**

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying Lots 1-8 of irregular Section 3, Township 21 South, Range 35 East, NMPM, to form a non-standard 310.92-acre gas spacing and proration unit for all pools or formations developed on 320-acre spacing within that vertical extent, including the Undesignated South Osudo-Morrow Gas Pool. The unit is to be dedicated to the proposed White Wing "3" State Com. Well No. 1, to be drilled at an orthodox location in Lot 4 of Section 3. 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**

**WITNESSES** 

EST. TIME

**EXHIBITS** 

Steven J. Smith

15 min.

Approx. 4

(landman)

IF THIS MATTER IS UNOPPOSED IT WILL BE SUBMITTED BY AFFIDAVIT.

#### **OPPONENT**

**WITNESSES** 

EST. TIME

**EXHIBITS** 

#### PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce

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(505) 982-2043

Attorney for Mewbourne Oil Company