



February 15, 2010

HAND-DELIVERED

Mr. Mark Fesmire, P.E.
Director
Oil Conservation Division
New Mexico Energy, Minerals &
Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

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Case 14441

Re: Application of Mewbourne Oil Company for compulsory pooling, Eddy
County, New Mexico.

Dear Mr. Fesmire:

Enclosed is the Application of Mewbourne Oil Company in the above-referenced case as well as a copy of a legal advertisement. Mewbourne Oil Company requests that this matter be placed on the docket for the March 18, 2010 Examiner hearings.

Very truly yours,

William F. Carr
Attorney for Mewbourne Oil Company

Enclosures

cc: Corey Mitchell
Landman
Mewbourne Oil Company
500 West Texas, Suite 1020
Midland, Texas 79701

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

**IN THE MATTER OF THE APPLICATION OF MEWBOURNE OIL COMPANY FOR
COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.**

CASE NO. 14447

APPLICATION

MEWBOURNE OIL COMPANY ("Mewbourne"), through its undersigned attorneys, hereby makes application pursuant to the provisions of N.M. Stat Ann. § 70-2-17 (1978), for an order pooling all mineral interests from the surface to the base of the Yeso formation in all formations and pools in the NE/4 NE/4 of Section 7, Township 20 South, Range 25 East, NMPM, Eddy County, New Mexico, and in support of its application states:

1. Mewbourne is a working interest owner in the NE/4 NE/4 of said Section 7 and has the right to drill thereon.
2. Mewbourne proposed to dedicate the above-referenced spacing and proration unit to its West Draw "7" A Federal Well No. 1 to be drilled as a wildcat oil well at a standard location 1250 feet from the North Line and 330 feet from the East Line (Unit A) of said Section 7 to a depth sufficient to evaluate Yeso formation at an estimated total depth of 4,000 feet beneath the surface .
3. Mewbourne has sought and been unable to obtain a voluntary agreement for the development of these lands from certain interest owners in the subject spacing unit who are identified on Exhibit A to this application.
4. The pooling of interests in this spacing unit will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.
5. For Mewbourne to obtain its just and fair share of the oil and gas underlying the subject lands, all mineral interests should be pooled and Mewbourne Oil Company should be designated the operator of this spacing unit and the well to be drilled thereon.

WHEREFORE, Mewbourne Oil Company requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 18, 2010, and, after notice and hearing as required by law, the Division enter its order:

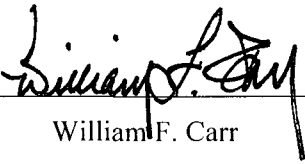
- A. pooling all mineral interests in the subject spacing and proration units,
- B. designating Mewbourne Oil Company operator of the unit and the well to be drilled thereon,

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- C. authorizing Mewbourne to recover its costs of drilling, equipping and completing the well,
- D. approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS Accounting Procedures, and
- E. imposing a 200% penalty for the risk assumed by Mewbourne in drilling and completing the well against any working interest owner who does not voluntarily participate in the well.

Respectfully submitted,

HOLLAND & HART LLP

By: 
William F. Carr

Post Office Box 2208
Santa Fe, New Mexico 87540
ATTORNEYS FOR MEWBOURNE
OIL COMPANY

EXHIBIT A

**APPLICATION OF MEWBOURNE OIL COMPANY
FOR COMPULSORY POOLING
EDDY COUNTY, NEW MEXICO.**

NE/4 NE/4 of Section 7, Township 20 South, Range 25 East,

NOTICE LIST

Anna R. Anderson
1531 Old Elm Trail
Sugarland, Texas 77479

Carl S. Werner
178 Quincy Ave.
Brockton, Massachusetts 02402

David A. Metz
2609 Hodges Street
Midland, Texas 79705

Dorothy C. Dysart
Post Office Box 1067
Corrales, New Mexico 87408

Gretchen Fabian, Trustee of the
Gretchen Fabian Trust
Post Office Box 2516
Capistrano Beach, California 92624

Harvard Energy Partners, LP
Post Office Box 936
Roswell, New Mexico 88202-0936

Jon F. Coll III
7335 Walla Walla
San Antonio, Texas 78250-5242

Joseph T. Ingram
10204 Falconbridge Drive
Richmond, Virginia 23233-3830

Leslea Ingram Cole
6336 North Oracle Road, Ste. 326-331
Tucson, Arizona 85704

Max W. Coll
83 La Barbaria Trail
Santa Fe, New Mexico 87505

Max W. Coll, III
7625-2 El Centro Boulevard
Las Cruces, New Mexico 88012-9313

Melanie Coll De Tempe
5653 Tobias Avenue
Van Nyes, California 91411

Nearburg Exploration Company, LLC
3300 North "A" Street, Building 2, Suite 120
Midland, Texas 79705
Attn: Terry Gant

Phil E. Albertson and Mona L. Albertson
Trustees of the Albertson Living Trust dated 2-20-1998
Post Office Box 484
Perry, Oklahoma 73077

Read & Stevens, Inc.
Post Office Box 1518
Roswell, New Mexico 88202-1518

Tilford Pinson Exploration, LLC
23 West Main
Edmond, Oklahoma 73003

Vida V. Mitchell
1403 Latigo Lane
Roswell, New Mexico 88201

W. K. Stephen Family Trust dated 6-24-1970
2104 Bay Tree Drive
Las Vegas, Nevada 89134

Westway Petroleum
4514 Cole Avenue, Suite 1005
Dallas, Texas 75205

XY, Ltd.
Post Office Box 569
Roswell, New Mexico 88202
Attn: S. B. Christy IV

CASE ~~1444~~ **Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico.** Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Yeso formation in all formations and pools in the NE/4 NE/4 of Section 7, Township 20 South, Range 25 East, NMPM, Eddy County, New Mexico. Applicant proposes to dedicate the pooled units to its West Draw "7" A Federal Well No. 1. to be drilled as a wildcat oil well at a standard location 1250 feet from the North Line and 330 feet from the East Line (Unit A) of said Section 7. Also to be considered will be the cost of drilling and completing said well as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 3.25 miles northwest of Lakewood, New Mexico.