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:

CASE NO. 14465

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

RECEIVED OCD

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

OPPOSITION

ATTORNEY

Mewbourne Oil Company Attn: Mr. Corey Mitchell 500 West Texas, Suite 1020 Midland, Texas 79701 (432) 682-3715 William F. Carr, Esq. Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988.4421

STATEMENT OF CASE

APPLICANT

Applicant seeks an order pooling all mineral interests in all formations from the surface to the base of the Yeso in in all formations and pools in the NW/4 NE/4 of Section 7, Township 20 South, Range 25 East, N.M.P.M to be dedicated to applicant's West Draw "7" B Well No. 1 to be drilled as a wildcat oil well at a standard location 330 feet from the North line and 1650 feet from the East line (Unit B) of said Section 7. Also to be considered will

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be the cost of drilling and completing said well, the allocation of the cost thereof, actual operating costs and charges for supervision, the designation of Mewbourne Oil Company as operator of the well, and a charge for risk involved in drilling said well. Said area is located approximately 3 miles Northwest of Lakewood, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

ESTIMATED TIME

EXHIBITS

(Name and Expertise)

Mewbourne Oil Company will present this case by affidavit.

PROCEDURAL MATTERS

Mewbourne Oil Company has none at this time.

William F. Carr

Attorney for Mewbourne **b**il Company

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