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 AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO

JUN 7

CASE NO. 11,548

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT'S ATTORNEY

APPLICANT

James Bruce Hinkle, Cox, Eaton, Coffield & Hensley, L.L.P. P.O. Box 2068 Santa Fe, New Mexico 87504 (505) 982-4554 Mewbourne Oil Company Suite 1020 500 West Texas Midland, Texas 79701 Attn: Steve Cobb (915) 682-3715

OPPONENT'S ATTORNEY

OPPONENT

STATEMENT OF THE CASE

APPLICANT

Applicant requests permission to drill a well at an unorthodox location to test the Morrow formation. The Morrow well unit is the N½ of Section 33, Township 19 South, Range 25 East, and the well will be located 1650 feet FNL and 660 feet FWL. The primary target of the well is the North Dagger Draw-Upper Pennsylvanian Pool, and the well location is orthodox for that pool. However, the total depth of the well will be in the Morrow formation, necessitating approval of the unorthodox location.

<u>OPPONENT</u>

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

10 min.

Steve Cobb (landman)

Kith Moore, Jr.

10 min.

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

HINKLE, COX, EATON, COFFIELD & HENSLEY, L.L.P.

luc and

James Bruce P.O. Box 2068 Santa Fe, New Mexico 87504 (505) 982-4554

EXHIBITS

- 1. Land plat
- 2. Waiver letters
- 3. Notice affidavit
- 1. Structure map
- Isopach
 Cross-section