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MARCIA B. LINCOLN SCOTT A SHUART*

CATHRYN MCCLANAHAN

Dear Florene:

Enclosed are an original and two copies of a pre-hearing statement for Case Nos. 10959 and 10960.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

JB:jr Enclosure

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APR 2 5 1994

APPLICATION OF MEWBOURNE OIL COMPANY FOR STATUTORY UNITIZATION, LEA COUNTY, NEW MEXICO.

CASE NO. 10,959

APPLICATION OF MEWBOURNE OIL COMPANY FOR APPROVAL OF A WATER-FLOOD PROJECT AND QUALIFICATION FOR THE RECOVERED OIL TAX RATE, LEA COUNTY, NEW MEXICO.

CASE NO. 10,960

CONSOLIDATED PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Applicant as required by the Oil Conservation Division.

APPEARANCE OF PARTIES:

Applicant:

Mewbourne Oil Company Suite 1020 550 West Texas Midland, Texas 79701 Attn: Steven Cobb (915) 682-3715

Other Party:

Attorney:

James Bruce
Hinkle, Cox, Eaton,
Coffield & Hensley
Post Office Box 2068
Santa Fe, NM 87504-2068
(505) 982-4554

Attorney:

Pre-Hearing Statement NMOCD Case Nos. 10,959 and 10,960 Page 2

STATEMENT OF CASE:

Applicant:

Applicant seeks to statutorily unitize the Querecho Plains-Queen Associated Pool underlying parts of Sections 21, 22, 23, 26, 27 and 28 of Township 18 South - Range 32 East, and to institute a secondary recovery waterflood project for the unit. Although the requisite percentages of working and royalty interests have approved the unit, there are uncommitted interests at this time. Applicant further requests rules for the waterflood which allow the drilling or recompletion of additional injection or producing wells without the necessity of further hearings. Applicant also seeks to qualify the project for the Recovered Oil Tax Rate.

OPPOSITION

PROPOSED EVIDENCE

APPLICANT:

	WITNESS	ESTIMATED TIME	EXHIBITS
1.	Steven Cobb (Landman)	30 minutes	<pre>(a) Land plat. (b) Unit Agree- ment/Unit</pre>

Pre-Hearing Statement NMOCD Case Nos. 10,959 and 10,960 Page 3

> Operating Agreement.

- (c) Ownership summaries.
- (d) BLM letter
 of prelimi nary approval.
- (e) Summaries of c o n t a c t s with part-ies.
- (f) Affidavit of Notice.

2. Kevin Mayes (Engineer) 45 minutes

- (a) Type log.
- (b) Cross-section.
- (c) Isopachs.
- (d) Production data.
- (e) Feasibility study.
- (f) Injectivity test results.
- (g) Economic summaries.
- (h) C-108.
- (i) Pressure gradient data.
- (j) Affidavit of Notice.

OPPOSITION

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Pre-Hearing Statement NMOCD Case Nos. 10,959 and 10,960 Page 4

James Bruce

Hinkle, Cox, Eaton, Coffield & Hensley Post Office Box 2068

Santa Fe, New Mexico 87504-2068

Attorneys for Applicant

C:\/OB\MEW.STM