# 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:

RECEIVED

MAY 2 5 1990

CASE: 9926 OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING AND AN UNORTHODOX WELL LOCATION, EDDY COUNTY, NEW MEXICO.

#### PRE-HEARING STATEMENT

This prehearing statement is submitted by Applicant as required by the Oil Conservation Division.

### APPEARANCES OF PARTIES

APPLICANT

Mewbourne Oil Company Attention: Paul Haden 500 W. Texas, Suite 1020 Midland, Texas 79701 (915) 682-3715 ATTORNEY

Hinkle, Cox, Eaton, Coffield & Hensley James Bruce 500 Marquette, N.W. Suite 800 Albuquerque, N.M. 87102 (505) 768-1500

OPPOSITION OR OTHER PARTY

ATTORNEY

Applicant is not aware of any opposition as of May 29, 1990.

#### STATEMENT OF CASE

#### APPLICANT

Mewbourne Oil Company seeks to pool all interests in the following units: (a)  $N^{\frac{1}{2}}$  Section 21, 18 South, 27 East, for all pools or formations spaced on 320 acres; (b)  $NE^{\frac{1}{4}}$  Section 21 for all pools or formations spaced on 160 acres; and (c)  $NE^{\frac{1}{4}}NE^{\frac{1}{4}}$  Section 21 for all pools or formations spaced on 40 acres. The units are to be dedicated to the Fed. "S" Well No. 1, to be drilled at an orthodox location 710 feet from the North line and 660 feet from the East line of Section 21, which will be drilled to a depth sufficient to test the Morrow formation.

The reason for the pooling application is that not all interest owners have agreed to commit their interests to the well. The unorthodox location is required to encounter a thickness of Lower Morrow Sand sufficient to make the well economical.

## OPPOSITION OR OTHER PARTY

Oryx Energy Company may oppose the unorthodox location portion of this case. Applicant has no further details at this time.

## PROPOSED EVIDENCE

WITNESS EST. TIME EXHIBITS

## **APPLICANT**

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D. Paul Haden	10 minutes	Land plat, list of offset owners to proposed location, notice letters and return receipt.
J. David Overton	15 minutes	Combined structure isopach (Lower Morrow "A" Sand), combined structure and isopach (Lower Morrow "B" Sand), Production map, cross-section.

## <u>OPPOSITION</u>

WITNESSES EST. TIME EXHIBITS

## PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to the hearing)

James Bruce

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