

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

**APPLICATION OF MEWBOURNE OIL COMPANY
TO AMEND ORDER NO. R-23512 TO EXTEND
TIME TO COMPLETE DRILLING OPERATIONS,
AND FOR APPROVAL OF NON-STANDARD UNIT,
EDDY COUNTY, NEW MEXICO.**

**CASE NO. 25726
ORDER NO. R-23512**

PRE-HEARING STATEMENT

Mewbourne Oil Company (“Mewbourne” or “Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division (“Division”).

APPLICANT

Mewbourne Oil Company

ATTORNEYS

Dana S. Hardy
Jaclyn M. McLean
Jaime R. Kennedy
Yarithza Peña
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INTERESTED PARTIES

None.

ATTORNEY

STATEMENT OF THE CASE

Applicant requests an order from the Division: (1) granting a one-year extension of time to complete drilling operations under Order No. R-23512 (“Order”); (2) amending Order R-23512 to correct the pool name and pool code; and (3) establishing the non-standard horizontal spacing unit approved by the Order within the Old Millman Ranch; BS (ASSOC) Pool (Code 48045).

The Division issued the Order in Case No. 24552 on October 23, 2024. The Order: (1) pooled all uncommitted interests in the Bone Spring formation underlying a 1,924.32-acre, non-standard horizontal spacing unit comprised of Sections 1, 2, and 3, Township 20 South, Range 27 East, Eddy County, New Mexico (“Unit”); (2) dedicated the Unit to the **Dama Dorado 1/3 Fed Com 626H** and **Dama Dorado 1/3 Fed Com 628H** wells (“Wells”); and (3) designated Applicant as operator of the Unit and Wells. Mewbourne has begun drilling the Wells but requests a one-year extension of time to complete the Wells. Completion of the Wells has been delayed due to midstream takeaway constraints and offset drilling activity. Therefore, good cause exists for the requested extension.

Further, Order No. R-23512 approved a non-standard spacing unit in the Bone Spring formation underlying 1,924.32 acres in Sections 1, 2, and 3, Township 20 South, Range 27 East, Eddy County, New Mexico. Applicant requests that the non-standard spacing unit be placed within the Old Millman Ranch; BS (ASSOC) Pool (Code 48035).

PROPOSED EVIDENCE

| Witness | Occupation | Estimated Time | Exhibits |
|-------------------|-------------------|-----------------------|-----------------|
| Braxton Blandford | Landman | Affidavit | Approx. 3 |

PROCEDURAL MATTERS

Applicant intends to present the case by affidavit if there is no opposition to its applications.

Respectfully submitted,

HARDY MCLEAN LLC

/s/ Dana S. Hardy

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 529632

QUESTIONS

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| Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241 | OGRID: 14744 |
| | Action Number: 529632 |
| | Action Type: [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

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|---|---------------|
| Testimony | |
| Please assist us by provide the following information about your testimony. | |
| Number of witnesses | Not answered. |
| Testimony time (in minutes) | Not answered. |