

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

Case No. _____

APPLICATION

Mewbourne Oil Company applies for an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of Lots 11 and 12 of Section 5 and Lots 9-12 of Section 6, Township 21 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

1. Applicant is an interest owner in Lots 11 and 12 of Section 5 and Lots 9-12 of Section 6, and has the right to drill a well or wells thereon.
2. Applicant proposes to drill the Mimosa Ridge 5/6 WOKL Fed. Well No. 1H to a depth sufficient to test the Wolfcamp formation, with a first take point in Lot 11 of Section 5 and final take point in Lot 12 of Section 6.
3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in Lots 11 and 12 of Section 5 and Lots 9-12 of Section 6 for the purposes set forth herein.
4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying Lots 11 and 12 of Section 5 and Lots 9-12 of Section 6, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interest owners in the Wolfcamp formation underlying Lots 11 and 12 of Section 5 and Lots 9-12 of Section 6 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying Lots 11 and 12 of Section 5 and Lots 9-12 of Section 6;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling, completing, and equipping the well, and allocating the cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling, completing, and equipping the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,



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