

**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 COMPULSORY POOLING, LEA COUNTY,
NEW MEXICO.**

Case No. 22582

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

Case No. 22583

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Mewbourne Oil Company
Suite 1020
500 West Texas
Midland, Texas 79701

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attention: Tyler Jolly
(432) 682-3715

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Case No. 22582: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of Lot 2, SW/4NE/4, and W/2SE/4 (the W/2E/2) of Section 5, Township 22 South, Range 34 East, NMPM, and the W/2E/2 of Section 32, Township 21 South, Range 34 East, NMPM. The unit will be dedicated to (a) the Red Stag 5/32 B2OB Fed. Com. Well No. 1H, and (b) the Red Stag B3OB Fed. Com. Well No. 1H, with first take points in the SW/4SE/4 of Section 5 and last take points in the NW/4NE/4 of Section 32.

Case No. 22583: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of Lot 1, SE/4NE/4, and E/2SE/4 (the E/2E/2) of Section 5, Township 22 South, Range 34 East, NMPM, and the E/2E/2 of Section 32, Township 21 South, Range 34 East, NMPM. The unit will be dedicated to (a) the Red Stag 5/32 B2PA Fed. Com. Well No. 1H, and (b) the Red Stag B3PA Fed. Com. Well No. 1H, with first take points in the SE/4SE/4 of Section 5 and last take points in the NE/4NE/4 of Section 32.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a cost plus 200% charge for the risk involved in drilling and completing the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Tyler Jolly (landman)	10 min.	Approx. 12
Jordan Carrell (geologist)	10 min.	Approx. 6

OPPONENTS

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

If unopposed, applicant intends to present the cases by affidavit.

Respectfully submitted,



James Bruce
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Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Mewbourne Oil Company

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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 84156

QUESTIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 84156
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>