

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF MEWBOURNE OIL COMPANY
TO RE-OPEN CASE NO. 22339 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 Bone Spring formation underlying a horizontal spacing unit comprised of the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22, Township 18 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

1. Applicant is an interest owner in the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22, and has the right to drill a well thereon.
2. Applicant proposes to drill the Puma Blanca 21/22 B2EH Fed. Com. Well No. 1H to a depth sufficient to test the Bone Spring formation, and to dedicate the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22 to the well. The well is a horizontal well, with a first take point in the SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 21 and a last take point in the SE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 22.
3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22 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 mineral interest owners in the Bone Spring formation underlying S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22, pursuant to NMSA

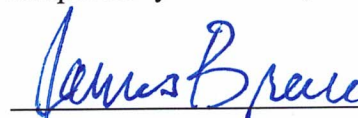
1978 §70-2-17, for the purpose of obtaining approval of a communitization agreement from the Bureau of Land Management.

5. The pooling of all mineral interest owners in the Bone Spring formation underlying the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22 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 Bone Spring formation underlying the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 21 and the S $\frac{1}{2}$ N $\frac{1}{2}$ of Section 22; and
- B. Designating applicant as operator of the well.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Mewbourne Oil Company