

**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 BURNETT OIL COMPANY,
INC. FOR COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO.**

Case No. 23695

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Burnett Oil Company, Inc.
Suite 1500
Unit 9
801 Cherry Street
Fort Worth, Texas 76102

Attention: Kristine Pilgrim
(817) 583-8657

APPLICANT'S ATTORNEY

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

OTHER PARTY

OTHER PARTY'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Burnett Oil Co., Inc. seeks an order pooling all uncommitted mineral interest owners in the Glorieta-Yeso formation underlying a proximity tract horizontal spacing and proration unit comprised of Lots 3, 4, the E/2SW/4, and the SE/4 (the S/2) of Section 7, Township 19 South, Range 26 East, NMPM. The unit will be dedicated to:

- (a) the Four Mile Draw IL Well No. 1H, with a first take point in the NE/4SE/4 and a last take point in Lot 3 (the NW/4SW/4) of Section 7;

(b) the Four Mile Draw PM Well No. 1H, with a first take point in the SE/4SE/4 and a last take point in Lot 4 (the SW/4SW/4) of Section 7 (the proximity tract well); and

(c) the Four Mile Draw PM Well No. 2H, with a first take point in the SE/4SE/4 and a last take point in Lot 4 (the SW/4SW/4) of Section 7.

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

OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Kristine Pilgrim (landman)	10 min.	Approx. 10
Trey Cortez (geologist)	10 min.	Approx. 5

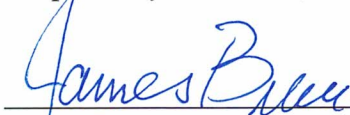
OPPONENT

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

The case will be presented by affidavit if unopposed.

Respectfully submitted,



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

Attorney for Burnett Oil Company, Inc.

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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 245202

QUESTIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 245202
	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>