

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

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

Case No. 23873

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

Attention: Brad Dunn

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a non-standard horizontal spacing unit comprised of all of Section 14 and all of Section 15, Township 18 South, Range 29 East, NMPM. The unit will be dedicated to:

- (a) the John Denver 15/14 Fed. Com. Well No. 521H, with a first take point in the NW¹/₄NW¹/₄ of Section 15 and a last take point in the NE¹/₄NE¹/₄ of Section 14;
- (b) the John Denver 15/14 Fed. Com. Well No. 523H, with a first take point in the SW¹/₄NW¹/₄ of Section 15 and a last take point in the SE¹/₄NE¹/₄ of Section 14;
- (c) the John Denver 15/14 Fed. Com. Well No. 526H, with a first take point in the NW¹/₄SW¹/₄ of Section 15 and a last take point in the NE¹/₄SE¹/₄ of Section 14; and
- (d) the John Denver 15/14 Fed. Com. Well No. 528H, with a first take point in the SW¹/₄SW¹/₄ of Section 15 and a last take point in the SE¹/₄SE¹/₄ of Section 14.

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 applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBIT</u>
Brad Dunn (landman)	15 min.	Approx. 8
Charlie Gillespie (geologist)	10 min.	Approx. 4


OPPONENT

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

Applicant requests that the cases be presented by affidavit if uncontested.

Respectfully submitted,



 James Bruce
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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 280003

QUESTIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 280003
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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