

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

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

Case Nos. 24344 - 24346

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Mewbourne Oil Company (“Mewbourne”) as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

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

Attention: Mitch Robb
(432) 682-3715

APPLICANT’S ATTORNEY

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

OTHER PARTIES

OTHER PARTIES’ ATTORNEYS

STATEMENT OF THE CASE

APPLICANT

Case No. 24344: Mewbourne seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W½W½ of Section 26 and the W½W½ of Section 35, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. Applicant proposes to drill the following wells on the unit to depths sufficient to test the Bone Spring formation:

- (a) The Layla 26/35 Fee Well No. 401H, with a first take point in the NW¼NW¼ of Section 26 and a last take point in the SW¼SW¼ of Section 35; and
- (b) The Layla 26/35 Fee Well No. 521H, with a first take point in the NW¼NW¼ of Section 26 and a last take point in the SW¼SW¼ of Section 35.

Case No. 24345: Mewbourne seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 26 and the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 35, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. Applicant proposes to drill the following wells on the unit to depths sufficient to test the Bone Spring formation:

- (a) The Layla 26/35 Fee Well No. 404H, with a first take point in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 26 and a last take point in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 35; and
- (b) The Layla 26/35 Fee Well No. 563H, with a first take point in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 26 and a last take point in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 35.

Case No. 24346: Mewbourne seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E $\frac{1}{2}$ W $\frac{1}{2}$ of Section 26, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. Applicant proposes to drill the following well on the unit to depths sufficient to test the Bone Spring formation: The Layla 26 Fee Well No. 524H, with a first take point in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 26 and a last take point in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 26.

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>
Mitch Robb (landman)	10 min.	Approx. 5
Tyler Hill (geologist)	10 min.	Approx. 10

OPPONENT

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

The cases will be presented by affidavit if uncontested.

Respectfully submitted,

A handwritten signature in blue ink that reads "James Bruce". The signature is written in a cursive style and is positioned above a horizontal line.

James Bruce
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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 327900

QUESTIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 327900
	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>