

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

**APPLICATION OF MEWBOURNE OIL COMPANY  
FOR APPROVAL OF A NON-STANDARD HORIZONTAL  
SPACING UNIT AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO**

**Case No. 24552**

**PRE-HEARING STATEMENT**

Mewbourne Oil Company (“Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Mewbourne Oil Company

**ATTORNEYS**

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**STATEMENT OF THE CASE**

Applicant seeks an order pooling all uncommitted mineral interests in the Bone Spring formation underlying a non-standard horizontal spacing unit comprised of Lots 1-4 (the N/2N/2) of Section 1, Lots 1-4 (the N/2N/2) of Section 2, Lots 1-4 (the N/2N/2) of Section 3, the S/2N/2 and S/2 of Section 1, the S/2N/2 and S/2 of Section 2, and the S/2N/2 and S/2 of Section 3

(collectively All of Sections 1, 2, and 3), Township 20 South, Range 27 East, NMPM (containing 1924.32 acres) (“Unit”).

The Unit will be dedicated to (a) the Dama Dorado 1/3 Fed. Com. Well No. 626H, with a first take point in the NE/4SE/4 of Section 1 and a last take point in the NW/4SW/4 of Section 3, and (b) the Dama Dorado 1/3 Fed. Com. Well No. 628H, with a first take point in the SE/4SE/4 of Section 1 and a last take point in the SW/4SW/4 of Section 3.

The completed interval for the wells will be orthodox. Also to be considered will be the costs of drilling and completing the wells and the allocation of the costs, the designation of Mewbourne Oil Company as the operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

**PROPOSED EVIDENCE**

<b><u>Witness</u></b>	<b><u>Occupation</u></b>	<b><u>Estimated Time</u></b>	<b><u>Exhibits</u></b>
Braxton Blandford	Landman	Affidavit	Approx. 6
Charles Crosby	Geology	Affidavit	Approx. 4

**PROCEDURAL MATTERS**

Applicant will present its case by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR LLP

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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 374446

**QUESTIONS**

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 374446
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<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>