

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

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

Case Nos. 21715 - 21718

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: Brad Dunn
(432) 682-3715

APPLICANT'S ATTORNEY

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

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Case No. 21715: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation in a horizontal spacing unit underlying the N/2NE/4 of Section 11 and the N/2N/2 of Section 12, Township 21 South, Range 27 East, NMPM. The unit will be dedicated to the Cholula 12/11 W0AB Fed. Com. Well No. 1H, a horizontal well with a first take point in the NE/4NE/4 of Section 12 and a last take point in the NW/4NE/4 of Section 11.

Case No. 21716: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation in a horizontal spacing unit underlying the N/2SE/4 of Section 11 and the N/2S/2 of Section 12, Township 21 South, Range 27 East, NMPM. The unit will be dedicated to the Cholula 12/11 W0IJ Fed. Com. Well No. 2H, a horizontal well with a first take point in the NE/4SE/4 of Section 12 and a last take point in the NW/4SE/4 of Section 11.

Case No. 21717: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation in a horizontal spacing unit underlying the S/2NE/4 of Section 11 and the S/2N/2 of Section 12, Township 21 South, Range 27 East, NMPM. The unit will be dedicated

to the Cholula 12/11 W0HG Fed. Com. Well No. 2H, a horizontal well with a first take point in the SE/4NE/4 of Section 12 and a last take point in the SW/4NE/4 of Section 11.

Case No. 21718: Mewbourne Oil Company seeks an order pooling all mineral interest owners in the Wolfcamp formation in a horizontal spacing unit underlying the S/2SE/4 of Section 11 and the S/2S/2 of Section 12, Township 21 South, Range 27 East, NMPM. The unit will be dedicated to the Cholula 12/11 W0PO Fed. Com. Well No. 1H, a horizontal well with a first take point in the SE/4SE/4 of Section 12 and a last take point in the SW/4SE/4 of Section 11.

Also to be considered will be the cost of drilling, completing, 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, and equipping the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

Brad Dunn
(landman)

EST. TIME

15 min.

EXHIBIT

Approx. 8

Nate Cless
(geologist)

15 min.

Approx. 12

OPPONENT

WITNESSES

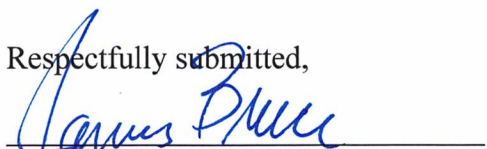
EST. TIME

EXHIBIT

PROCEDURAL MATTERS

These cases should be consolidated for hearing. They will be submitted by affidavit if there is no opposition.

Respectfully submitted,



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

Attorney for Mewbourne Oil Company