

**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. 21891 - 21893

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: Tyler Jolly
(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. 21891: Mewbourne Oil Company seeks an order of all mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 9 and the N/2S/2 of Section 10, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Perazzi 9-10 B2LI Fed. Com. Well No. 1H, a horizontal well with a first take point in the NW/4SW/4 of Section 9 and a last take point in the NE/4SE/4 of Section 10.

Case No. 21892: Mewbourne Oil Company seeks an order of all mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 9 and the N/2S/2 of Section 10, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Perazzi 9-10 W0LI Fed. Well No. 1H, a horizontal well with a first take point in the NW/4SW/4 of Section 9 and a last take point in the NE/4SE/4 of Section 10.

Case No. 218893: Mewbourne Oil Company seeks an order of all mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the S/2S/2 of Section 9 and the S/2S/2 of Section 10, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Perazzi 9-10 B2MP Fed. Com. Well No. 1H, a horizontal well with a first take point in the SW/4SW/4 of Section 9 and a last take point in the SE/4SE/4 of Section 10.

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

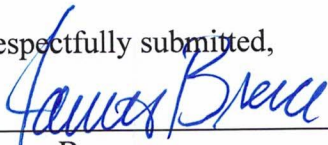
<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBIT</u>
Tyler Jolly (landman)	15 min.	Approx. 6
Tyler Hill (geologist)	10 min.	Approx. 6

OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBIT</u>
------------------	------------------	----------------

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