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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

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

Case No. 22015

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

Case No. 22016

## 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

(505) 982-2043

Attention:

Adriana Salgado

(432) 682-3715

**OPPONENT** 

OPPONENT'S ATTORNEY

#### STATEMENT OF THE CASE

#### **APPLICANT**

Case No. 22015: Mewbourne Oil Company seeks an order pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2SW/4 of Section 17, the W/2W/2 of Section 20, and the W/2NW/4 of Section 29, Township 21 South, Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 3H,

with a first take point in the NW/4SW/4 of Section 17 and a last take point in the SW/4NW/4 of Section 29.

Case No. 22016: Mewbourne Oil Company seeks an order pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2SW/4 of Section 17, the E/2W/2 of Section 20, and the E/2NW/4 of Section 29, Township 21 South, Range 35 East, NMPM. The unit will be dedicated to the North Wilson Deep Unit Well No. 4H, with a first take point in the NE/4SW/4 of Section 17 and a last take point in the SE/4NW/4 of Section 29.

Also to be considered will be the cost of drilling and completing 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 cost plus 200% charge for the risk involved in drilling and completing the wells.

## **OPPONENT**

#### PROPOSED EVIDENCE

## **APPLICANT**

| WITNESSES                     | EST. TIME | <b>EXHIBITS</b> |
|-------------------------------|-----------|-----------------|
| Adriana Salgado<br>(landman)  | 10 min.   | Approx. 12      |
| Jordan Carrell<br>(geologist) | 10 min.   | Approx. 6       |

## **OPPONENTS**

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

#### PROCEDURAL MATTERS

If unopposed, applicant intends to present the cases by affidavit.

Respectfully submitted

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505** 

QUESTIONS

Action 33516

#### **QUESTIONS**

| Operator:        | OGRID:                                   |
|------------------|--|
| MEWBOURNE OIL CO | 14744                                    |
| P.O. Box 5270    | Action Number:                           |
| Hobbs, NM 88241  | 33516                                    |
|                  | Action Type:                             |
|                  | [HEAR] Prehearing Statement (PREHEARING) |

#### QUESTIONS

| Testimony   |               |  |
|---|---------------|--|
| Please assist us by provide the following information about your testimony. |               |  |
| Number of witness   | Not answered. |  |
| Testimony time (in minutes)   | Not answered. |  |