**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. 22235 - 22240**

## 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. 22235: Mewbourne Oil Company seeks an order pooling of all mineral interest owners in the Bone Spring formation underlying a 320-acre horizontal spacing unit comprised of the N/2S/2 of Section 1 and the N/2S/2 of Section 2, Township 20 South, Range 28 East, NMPM. The unit will be dedicated to (i) the Desert Eagle 1/2 B2IL Fed. Com. Well No. 1H, with a first take point in the NE/4SE/4 of Section 1 and last take point in the NW/4SW/4 of Section 2; and (ii) the Desert Eagle 1/2 B3IL Fed. Com. Well No. 1H, with a first take point in the NE/4SE/4 of Section 1 and last take point in the NW/4SW/4 of Section 2

Case No. 22236: Mewbourne Oil Company seeks an order pooling of all mineral interest owners in the Bone Spring formation underlying a 320-acre horizontal spacing unit comprised of the S/2S/2 of Section 1 and the S/2S/2 of Section 2, Township 20 South, Range 28 East, NMPM. The unit will be dedicated to (i) the Desert Eagle 1/2 B2PM Fed. Com. Well No. 1H, with a first

take point in the SE/4SE/4 of Section 1 and last take point in the SW/4SW/4 of Section 2; and (ii) the Desert Eagle 1/2 B3PM Fed. Com. Well No. 1H, with a first take point in the SE/4SE/4 of Section 1 and last take point in the SW/4SW/4 of Section 2.

Case No. 22237: Mewbourne Oil Company seeks an order pooling of all mineral interests in the Bone Spring formation underlying a 635.20-acre (proximity tract) horizontal spacing unit comprised of Lots 1-4 and the S/2N/2 (the N/2) of Section 1 and Lots 1-4 and the S/2N/2 (the N/2) of Section 2, Township 20 South, Range 28 East, NMPM. The unit will be dedicated to (i) the Desert Eagle 1/2 B2AD Fed. Com. Well No. 1H, with a first take point in the NE/4NE/4 of Section 1 and last take point in the NW/4NW/4 of Section 2; (ii) the Desert Eagle 1/2 B2HE Fed. Com. Well No. 1H, with a first take point in the SE/4NE/4 of Section 1 and last take point in the SW/4NW/4 of Section 2; and (iii) the Desert Eagle 1/2 B3AD Fed. Com. Well No. 1H, with a first take point in the NE/4NE/4 of Section 1 and last take point in the NW/4NW/4 of Section 2. The wellbore will be located 1310 feet from the north line of Sections 1 and 2.

Case No. 22238: Mewbourne Oil Company seeks an order pooling of all mineral interests in the Wolfcamp formation underlying a 315.20-acre horizontal spacing unit comprised of Lots 1-4 (the N/2N/2) of Section 1 and Lots 1-4 (the N/2N/2) of Section 2, Township 20 South, Range 28 East, NMPM. The unit will be dedicated to the Desert Eagle 1/2 W0AD Fed. Com. Well No. 1H, with a first take point in the NE/4NE/4 of Section 1 and a last take point in the NW/4NW/4 of Section 2.

Case No. 22239: Mewbourne Oil Company seeks an order pooling of all mineral interests in the Wolfcamp formation underlying a 320-acre horizontal spacing unit comprised of the S/2N/2 of Section 1 and the S/2N/2 of Section 2, Township 20 South, Range 28 East, NMPM. The unit will be dedicated to the Desert Eagle 1/2 W0HE Fed. Com. Well No. 1H, with a first take point in the SE/4NE/4 of Section 1 and a last take point in the SW/4NW/4 of Section 2.

Case No. 22240: Mewbourne Oil Company seeks an order pooling of all mineral interests in the Wolfcamp formation underlying a 640-acre (proximity tract) horizontal spacing unit comprised of the S/2 of Section 1 and the S/2 of Section 2, Township 20 South, Range 28 East, NMPM. The unit will be dedicated to the Desert Eagle 1/2 W0PM Fed. Com. Well No. 1H, 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 2.

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 | EST. TIME | EXHIBIT |
|---|---|---|
| Tyler Jolly (landman) | 15 min. | Approx. 6 |
| Charlie Crosby (geologist) | 15 min. | Approx. 6 |

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
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Attorney for Mewbourne Oil Company

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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 89411

## QUESTIONS

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|---|---|
| Operator:<br>MEWBOURNE OIL CO<br>P.O. Box 5270<br>Hobbs, NM 88241 | OGRID:<br>14744 |
| | Action Number:<br>89411 |
| | Action Type:<br>[HEAR] Prehearing Statement (PREHEARING) |

**QUESTIONS**

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