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

APPLICATION OF MEWBOURNE OIL COMPANY TO AMEND ORDERS FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case Nos. 23771 & 23772

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

Attention:

Mitch Robb

OPPONENT

OPPONENT'S ATTORNEY

APPLICANT'S ATTORNEY

Santa Fe, New Mexico 87504

James Bruce

P.O. Box 1056

STATEMENT OF THE CASE

APPLICANT

Case No. 23771: Mewbourne Oil Company seeks an order amending Order No. R-22703 and pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 2 and the N/2S/2 of Section 1, Township 19 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be dedicated to Rio Grande 2/1 B2LI State Com. Well No. 1H and the Rio Grande 2/1 B3LI State Com. Well No. 1H, which have first take points in the NW/4SW/4 of Section 2 and last take points in the NE/4SE/4 of Section 12.

Case No. 23772: Mewbourne Oil Company seeks an order amending Order No. R-22704 and pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the S/2S/2 of Section 2 and the S/2S/2 of Section 1, Township 19 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The unit will be

dedicated to Rio Grande 2/1 B2MP State Com. Well No. 1H and the Rio Grande 2/1 B3MP State Com. Well No. 1H, which have first take points in the SW/4SW/4 of Section 2 and last take points in the SE/4SE/4 of Section 12.

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

OPPONENT

PROPOSED EVIDENCE

<u>APPLICANT</u>

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

Mitch Robb 10 min. Approx. 8 (landman)

OPPONENT

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

PROCEDURAL MATTERS

Applicant will present these cases by affidavit if unopposed, and requests that they be consolidated for hearing.

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 261011

QUESTIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	261011
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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