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

APPLICATIONS OF MEWBOURNE OIL FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case Nos. 24556-24558 & 24571-25573

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Mewbourne Oil Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Mewbourne Oil Company

Suite 1020

500 West Texas

Midland, Texas 79701

Attention:

APPLICANT'S ATTORNEY
James Bruce

James Bruce

P.O. Box 1056

Santa Fe, New Mexico 87504

505-982-2043

Attention.

Josh Anderson

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Case No. 24556: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the N/2N/2 of Section 8 and the N/2N/2 of Section 7, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico (containing 320 acres). The unit will be dedicated to the Jericho 8/7 Fed. Com. Well No. 611H, with a first take point in the NE/4NE/4 of Section 8 and a last take point in the NW/4NW/4 of Section 7.

Case No. 24557: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the S/2N/2 of Section 8 and the S/2N/2 of Section 7, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico (containing 320 acres). The unit will be dedicated to the Jericho 8/7 Fed. Com. Well No. 614H, with a first take point in the SE/4NE/4 of Section 8 and a last take point in the SW/4NW/4 of Section 7.

Case No. 24558: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a proximity tract horizontal spacing unit comprised of the S/2 of Section 8 and the S/2 of Section 7, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico (containing 640 acres). The unit will be dedicated to the Jericho 8/7 Fed. Com. Well No. 617H, with a first take point in the SE/4SE/4 of Section 8 and a last take point in the SW/4SW/4 of Section 7.

Case No. 24571: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying a proximity tract horizontal spacing unit comprised of the N/2 of Section 8 and the N/2 of Section 7, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico (containing 640 acres). The unit will be dedicated to the Jericho 8/7 Fed. Com. Well No. 712H, with a first take point in the NE/4NE/4 of Section 8 and a last take point in the NW/4NW/4 of Section 7.

Case No. 24572: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 8 and the N/2S/2 of Section 7, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico (containing 320 acres). The unit will be dedicated to the Jericho 8/7 Fed. Com. Well No. 715H, with a first take point in the NE/4SE/4 of Section 8 and a last take point in the NW/4SW/4 of Section 7.

Case No. 24573: Mewbourne Oil Company seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the S/2S/2 of Section 8 and the S/2S/2 of Section 7, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico (containing 320 acres). The unit will be dedicated to the Jericho 8/7 Fed. Com. Well No. 718H, with a first take point in the SE/4SE/4 of Section 8 and a last take point in the SW/4SW/4 of Section 7.

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

APPLICANT

| WITNESSES | EST. TIME | EXHIBITS |
|----------------------------|-----------|-----------------|
| Josh Anderson (landman) | 10 min. | Approx. 4/case |
| Charlie Crosby (geologist) | 10 min. | Approx. 4/case |

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

The cases will be presented by affidavit if unopposed.

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 356162

QUESTIONS

| Operator: | OGRID: |
|------------------|--|
| MEWBOURNE OIL CO | 14744 |
| P.O. Box 5270 | Action Number: |
| Hobbs, NM 88241 | 356162 |
| | 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. | |