

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

**APPLICATIONS OF BURNETT OIL COMPANY
FOR COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.**

CASE NOS. 25427 & 25428

PRE-HEARING STATEMENT

Burnett Oil Company ("Applicant") files this pre-hearing statement with the Oil Conservation Division pursuant to Division Rules.

APPEARANCES

APPLICANT

Burnett Oil Company
Suire 1500
801 Cherry Street
Fort Worth, Texas 76102

Attention: Kridtine Pilgrim

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 660-6612

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Case No. 25427: *Application of Burnett Oil Company for compulsory pooling, Eddy County, New Mexico*: Burnett Oil Company has filed an application with the New Mexico Oil Conservation Division requesting approval of a proximity tract spacing unit in the Atoka Glorieta-Yeso Pool (Pool Code 3250) comprised of the N/2 of Section 24, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico (the "Unit), and pooling all uncommitted mineral interest owners in the Glorieta-Yeso formation underlying the Unit. Applicant proposes to drill the following wells in the Unit:

- (a) The Horned Frog Well No. 1H, with a first take point in the NE/4NE/4 and a last take point in the NW/4NW/4 of Section 24;
- (b) The Horned Frog Well No. 2H, with a first take point in the SE/4NE/4 and a last take point in the SW/4NW/4 of Section 24; and

(c) The Horned Frog Well No. 3H, with a first take point in the SE/4NE/4 and a last take point in the SW/4NW/4 of Section 24.

Case No. 25428: ***Application of Burnett Oil Company for compulsory pooling, Eddy County, New Mexico***: Burnett Oil Company has filed an application with the New Mexico Oil Conservation Division requesting approval of a proximity tract spacing unit in the Atoka Glorieta-Yeso Pool (Pool Code 3250) comprised of the S/2 of Section 24, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico (the "Unit), and pooling all uncommitted mineral interest owners in the Glorieta-Yeso formation underlying the Unit. Applicant proposes to drill the following wells in the Unit:

- (a) The Maverick Well No. 1H, with a first take point in the NE/4SE/4 and a last take point in the NW/4SW/4 of Section 24;
- (b) The Maverick Well No. 2H, with a first take point in the NE/4SE/4 and a last take point in the NW/4SW/4 of Section 24; and
- (c) The Maverick Well No. 3H, with a first take point in the SE/4SE/4 and a last take point in the SW/4SW/4 of Section 24.

Also to be considered will be the cost of drilling, completing, testing, and equipping the wells, and the allocation of the cost thereof among the wells' working interest owners, designation of Applicant as operator of the wells and the Unist, approval of actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure, and setting a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells in the event a working interest owner elects not to participate in the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>Witnesses</u>	<u>Estimated Time</u>	<u>Exhibits</u>
Kridtine Pilgrim (Landman)	15 minutes	Approx. 10
Trey Cortez (Geologist)	10 minutes	Approx. 10

OPPONENT

<u>Witnesses</u>	<u>Estimated Time</u>	<u>Exhibits</u>
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PROCEDURAL MATTERS

Applicant requests that these matters be consolidated for hearing.

Respectfully submitted,



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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 481280

QUESTIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 481280
	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.