

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

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

CASE NOS. 25661 & 25662

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Mewbourne Oil Company
Suire 1020
500 West Texas
Midland, Texas 79701

Attention: Josh Anderson

APPLICANT'S ATTORNEY

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Santa Fe, New Mexico 87504
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OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Case No. 25661: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico: Mewbourne Oil Company ("Applicant") has filed an application with the Oil Conservation Division (the "Division") for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a non-standard spacing unit comprised of Lots 1-4 and the S/2N/2 (the N/2) of Section 5, and Lots 1-5, SE/4NW/4, and S/2NE/4 (the N/2) of Section 6, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico (the "Unit). Applicant proposes to drill the following wells in the Unit:

- (a) The Fresh Squeezed 6/5 Fed. Com. Well No. 404H, with a first take point in the SW/4NW/4 (Unit E) of Section 6 and a last take point in the SE/4NE/4 (Unit H) of Section 5;
- (b) The Fresh Squeezed 6/5 Fed. Com. Well No. 521H, with a first take point in the NW/4NW/4 (Unit D) of Section 6 and a last take point in the NE/4NE/4 (Unit A) of Section 5; and

(c) The Fresh Squeezed 6/5 Fed. Com. Well No. 523H, with a first take point in the SW/4NW/4 (Unit E) of Section 6 and a last take point in the SE/4NE/4 (Unit H) of Section 5.

Case No. 25662: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico: Mewbourne Oil Company ("Applicant") has filed an application with the Oil Conservation Division (the "Division") for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a non-standard spacing unit comprised the S/2 of Section 5, and Lots 3,4, E/2SW/4, and SE/4 (the S/2) of Section 6, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico (the "Unit"). Applicant proposes to drill the following wells in the Unit:

(a) The Fresh Squeezed 6/5 Fed. Com. Well No. 408H, with a first take point in the SW/4SW/4 (Unit M) of Section 6 and a last take point in the SE/4SE/4 (Unit P) of Section 5;

(b) The Fresh Squeezed 6/5 Fed. Com. Well No. 526H, with a first take point in the NW/4SW/4 (Unit L) of Section 6 and a last take point in the NE/4SE/4 (Unit I) of Section 5; and

(c) The Fresh Squeezed 6/5 Fed. Com. Well No. 528H, with a first take point in the SW/4SW/4 (Unit M) of Section 6 and a last take point in the SE/4SE/4 (Unit P) of Section 5.

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 Units, approval 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>
Josh Anderson (Landman)	10 minutes	Approx. 5
Charlie Crosby (Geologist)	10 minutes	Approx. 5

OPPONENT

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

Respectfully submitted,



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Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 511408

QUESTIONS

Operator: MEWBOURNE OIL CO P.O. Box 5270 Hobbs, NM 88241	OGRID: 14744
	Action Number: 511408
	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.