

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

**IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF MEWBOURNE OIL COMPANY  
FOR A NON-STANDARD GAS SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

**Case No. 16234**

**APPLICATION OF MEWBOURNE OIL COMPANY  
FOR A NON-STANDARD GAS SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

**Case No. 16235**

**APPLICATION OF MARATHON OIL PERMIAN LLC  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

**Case No. 16301**

**APPLICATION OF MARATHON OIL PERMIAN LLC  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

**Case No. 16302**

**APPLICATION OF MARATHON OIL PERMIAN LLC  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

**Case No. 16303**

**AMENDED 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: Corey Mitchell  
(432) 682-3715

### APPLICANT'S ATTORNEY

James Bruce  
P.O. Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

### OPPONENTS

COG Operating LLC

Marathon Oil Permian LLC

Tom Ragsdale

### OPPONENTS' ATTORNEY

Ocean Munds-Dry  
William F. Carr  
Elizabeth Ryan

Jennifer Bradfute  
Earl DeBrine

Sharon Shaheen

## STATEMENT OF THE CASE

### APPLICANT

Case No. 16234: Mewbourne Oil Company seeks an order approving a 480-acre non-standard gas spacing and proration unit (project area) in the Wolfcamp formation comprised of the NE/4 of Section 21 and the E/2 of Section 16, Township 24 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit will be dedicated to the Creedence 21/16 W0HA State Com. Well No. 1H and the Creedence W0HA State Com. Well No. 2H, horizontal wells with surface locations in the SE/4NE/4 of Section 21, and bottomhole locations in the NE/4NE/4 of Section 16. Also to be considered will be the cost of drilling and completing 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 and completing the wells.

Case No. 16235: Mewbourne Oil Company seeks an order approving a 480-acre non-standard gas spacing and proration unit (project area) in the Wolfcamp formation comprised of the NW/4 of Section 21 and the W/2 of Section 16, Township 24 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit will be dedicated to the Creedence 21/16 W2ED State Com. Well No. 1H and the Creedence W0ED State Com. Well No. 2H, horizontal wells with surface locations in the SW/4NW/4 of Section 21, and bottomhole locations in the NW/4NW/4 of Section 16. Also to be considered will be the cost of drilling and completing 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 and completing the wells

OPPONENTS

Marathon Oil Permian LLC has filed applications in Cases 16301-16303, competing with Case No. 16234 only, which Mewbourne Oil Company opposes.

**PROPOSED EVIDENCE**

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBIT</u>
Paul Haden (landman)	20 min.	Approx. 10
Charles Crosby (geologist)	20 min.	Approx. 8

OPPONENTS

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBIT</u>
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**PROCEDURAL MATTERS**

Respectfully submitted,



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Santa Fe, New Mexico 87504  
(505) 982-2043  
*jamesbruc@aol.com*

Attorney for Mewbourne Oil Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 5<sup>th</sup> day of July, 2018 by e-mail:

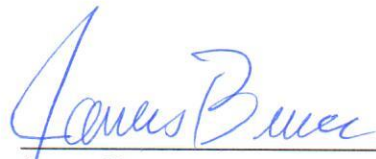
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James Bruce