

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

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

CASE NO. 16279

PRE-HEARING STATEMENT

Cimarex Energy Co. ("Cimarex") submits this Pre-Hearing Statement for the above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Mewbourne Oil Company

ATTORNEY

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OPPONET

Cimarex Energy Co.

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STATEMENT OF THE CASE

APPLICANT

Melbourne Oil Company has filed an application seeking an order: (1) approving a 200 acre non-standard oil spacing and proration unit in the Bone Spring formation comprised of the SE/4SW/4 and S/2SE/4 of Sections 11 and the S/2SW/4 of Section 12, Township 19 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and (2) pooling all mineral interests in the Bone Spring formation underlying the non-standard Unit.

OPPONENT

Cimarex believes it owns a contractual interest in the lands that are the subject of the application of one or more joint operating agreements. Applicant failed to give notice of its well proposal pursuant to those agreements or to seek voluntary pooling of Cimarex’s interest, and therefore compulsory pooling under NMSA 70-2-17 NMSA (1978) is improper.

PROPOSED EVIDENCE

CIMAREX:

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Cayla Gorski – Landman	Approx. 20	Approx. 5
Lauren Copley – Geologist	Approx. 15	Approx. 4
Adam Meeks – Petroleum Engineer	Approx. 15	Approx. 4

PROCEDURAL MATTERS

In order to allow for the title issues to be resolved and the time for an election to participate in the well under the applicable Joint Operating Agreements, Cimarex requests that the case e continued to the July 26, 2018 docket.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.

By:  _____

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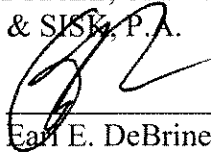
CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following counsel of record by electronic mail on July 5, 2018:

James Bruce, Attorney at Law, jamesbruc@aol.com

MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.

By:



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