

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

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

APPLICATION OF MEWBOURNE OIL COMPANY
FOR APPROVAL OF A NON-STANDARD GAS SPACING
AND PRORATION UNIT, AN UNORTHODOX OIL
WELL LOCATION AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO

CASE NO. 14801

MOTION TO CONTINUE AND CONSOLIDATE

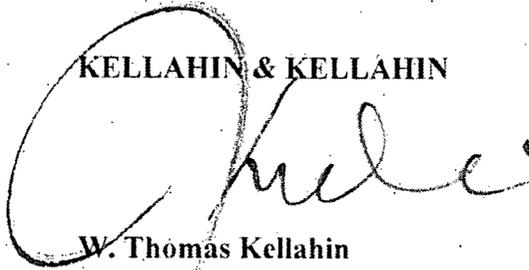
W. Thomas Kellahin, on behalf of Nadel and Gussman Permian, with the concurrence of Mr. James Bruce, attorney for Mewbourne Oil Company, moves that the New Mexico Oil Conservation Division ("Division") continue the hearing of the Cases 14801 from the March 1, 2012 docket to the March 29, 2012 docket to be consolidated and heard with Case 14804 and as ground therefore states:

BACKGROUND

- (1) On January 31, 2012, the Division approved NGP's Applications for permits to drill for these four wellbores including 160-acre project areas and assigned API numbers as follows:
 - a. Lawman 1-H (API #30-015-39874) consisting of the W/2SW/4 of Sec 12 and the W/2NW/4 of Sec 13, T19S, R25E
 - b. Lawman 2-H (API #30-015-39875) consisting of the E/2SW/4 of Sec 12 and the E/2NW/4 of Sec 13, T19S, R25E
 - c. Lawman 3-H (API #30-015-39876) consisting of the W/2SE/4 of Sec 12 and the W/2NE/4 of Sec 13, T19S, R25E
 - d. Lawman 4-H (API #30-015-39877) consisting of the E/2SE/4 of Sec 12 and the E/2NE/4 of Sec 13, T19S, R25E
- (2) Also on January 31, 2012, Mewbourne filed Case 14801 seeking approval of a non-standard spacing and proration unit for its Wyatt Draw 13 MD Well No. 1H (API # 30-015-38306) to be dedicated to the W/2W/2 of Sec 13, T19S, R25E set for hearing on March 1, 2012,

- (3) These two cases involved a dispute over horizontal wellbore project areas that overlap within Section 13, T19S, R25E.
- (4) The Division's order entered in each case will affect the other.
- (5) The evidence to be introduced in each case will overlap.
- (6) A continuance and consolidation for the same evidentiary hearing with the entry of separate orders will save the time of the Division and that of the parties.
- (7) The concurrence of counsel for Mewbourne Oil Company has been obtained.

KELLAHIN & KELLAHIN



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CERTIFICATE OF SERVICE

I certify that on February 24, 2012, I served a copy of the foregoing documents by:

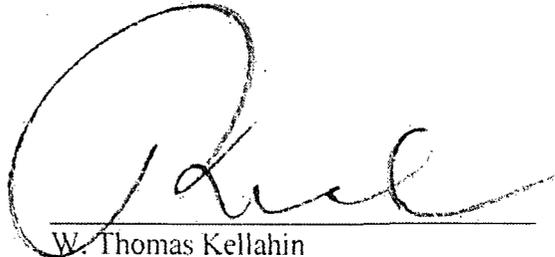
- US Mail, postage prepaid
- Hand Delivery
- Facsimile
- E-mail

to the following:

James Bruce, Esq.
Attorney for Devon

Richard Ezeanyim, OCD
Hearing Examiner

David K Brooks, OCD
Attorney



W. Thomas Kellahin