

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

2012 SEP 11 P 4: 02

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

APPLICATION OF MEWBOURNE OIL COMPANY
TO RE-OPEN CASE NO. 14554 TO MAKE THE
SPECIAL RULES AND REGULATIONS FOR THE
NORTH SEVEN RIVERS GLORIETA-YESO
POOL PERMANENT, EDDY COUNTY, NEW MEXICO. Case No. 14554 (Re-opened)

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

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Division Order No. R-13350 (i) abolished the Seven Rivers-Yeso Pool and the Cemetery-Yeso Pool, and (ii) expanded the North Seven Rivers Glorieta-Yeso Pool to include the acreage in the abolished pools and additional acreage, so that it comprised the following lands:

Township 19 South, Range 24 East, NMPM
Section 36: SE/4

Township 19 South, Range 25 East, NMPM

Section 15: SW/4
Section 16: NE/4
Section 22: All
Section 23: S/2
Section 24: W/2
Section 26: W/2
Section 27: All
Section 31: SW/4
Section 34: All
Section 35: All
Section 36: NW/4

Township 20 South, Range 25 East, NMPM

Section 2: W/2
Section 3: All
Section 4: S/2
Section 5: S/2
Section 7: NE/4
Section 9: All
Section 10: All
Section 11: SE/4
Section 14: W/2
Section 15: All
Section 22: NW/4

The order also approved special pool rules and regulations for the expanded North Seven Rivers Glorieta-Yeso Pool providing for a special depth bracket allowable of 240 barrels of oil per day for a standard 40 acre spacing unit. Applicant requests that the special rules and regulations for the North Seven Rivers Glorieta-Yeso Pool be made permanent effective retroactive to January 18, 2012.

In addition, applicant requests that the pool be expanded to include the following acreage:

Township 19 South, Range 25 East, NMPM

Section 13: All
Section 16: S/2
Section 20: S/2
Section 21: NE/4 and S/2
Section 24: E/2
Section 25: All
Section 26: E/2
Section 28: SE/4
Section 31: SE/4
Section 32: SW/4
Section 33: N/2

Section 36: SW/4

Township 19 South, Range 26 East, NMPM

Section 18: SW/4

Section 19: NW/4

Section 30: W/2

Township 20 South, Range 24 East, NMPM

Section 1: N/2

Township 20 South, Range 25 East, NMPM

Section 1: W/2

Section 2: E/2

Section 4: N/2

Section 5: N/2

Section 8: N/2

Section 11: SW/4

Section 16: All

Section 17: E/2

Section 20: S/2

Section 21: All

Section 29: NE/4

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

Applicant presented witnesses at the August 9th hearing to support the application, and does not plan on presenting witnesses at this hearing. The hearing is intended to clarify the lands to be included in the pool expansion. It may present an affidavit regarding this matter.

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,

A handwritten signature in cursive script that reads "James Bruce". The signature is written in black ink and is positioned above a horizontal line.

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Mewbourne Oil Company