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

2016 AUG 25 P 3: 18

APPLICATION OF MEWBOURNE OIL COMPANY TO REVOKE THE INJECTION  
AUTHORITY GRANTED UNDER SWD-744 FOR THE WILLOW LAKE WELL NO. 1  
OPERATED BY PYOTE WELL SERVICE, LLC, EDDY COUNTY, NEW MEXICO

CASE NO. 15519

**PRE-HEARING STATEMENT**

David Baker, Receiver for the benefit of Pyote Water Solutions LLC and Pyote SWD II  
LLC ("Receiver"), provides this Pre-Hearing Statement as required by the rules of the Division.

**APPEARANCES**

**OPPONENT**

David Baker, Receiver, et al.

**OPPONENT'S ATTORNEYS**

J. Scott Hall, Esq.  
Seth C. McMillan  
MONTGOMERY & ANDREWS, P.A.  
P.O. Box 2307  
Santa Fe, NM 87504-2307  
Tele (505) 982-3873  
[shall@montand.com](mailto:shall@montand.com)  
[smcmillan@montand.com](mailto:smcmillan@montand.com)

**APPLICANT**

MEWBOURNE OIL COMPANY

**APPLICANT'S ATTORNEY**

Michael H. Feldewert  
Jordan L. Kessler  
Holland & Hart, LLP  
Post Office Box 2208  
Santa Fe, NM 87504-2208  
[mfeldewert@hollandhart.com](mailto:mfeldewert@hollandhart.com)  
[jlkessler@hollandhart.com](mailto:jlkessler@hollandhart.com)

**STATEMENT OF THE CASE**

Applicant Mewbourne Oil Company seeks an order revoking the injection authority granted by Administrative Order SWD-744 for the Willow Lake Well No. 1 (30-015-21499), a produced water disposal well, located 660 feet from the North line and 1980 feet from the West line (Unit C) in Section 22, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico (the “Willow Lake SWD”). The Receiver opposes the relief sought by Mewbourne in its Application.

**PROPOSED EVIDENCE**

OPPONENT: Receiver, et al. EST. TIME EXHIBITS

WITNESSES:

Rick Johnston, Petroleum Engineer Approx. 45 minutes Approx. 10

APPLICANT: MEWBOURNE OIL COMPANY EST. TIME EXHIBITS

WITNESSES:

Nathan Cless, Petroleum Geologist Approx. 20 minutes Approx. 4

Tim Harrington, Petroleum Engineer Approx. 35 minutes Approx. 11

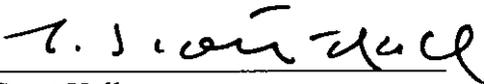
**PROCEDURAL MATTERS**

Mewbourne failed to engage the real parties in interest in a timely manner. Additional time is needed for the Receiver to obtain operational data concerning the Willow Lake No. 1 SWD and to obtain the necessary technical advice to address and respond to the assertions made in Mewbourne’s Application, or propose an appropriate solution. Correspondingly, the Receiver

has filed a motion to continue the hearing on Mewbourne's Application to the October 13, Examiner hearing docket. A case status conference is scheduled for August 26, 2016 at 9:00 a.m.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: 

J. Scott Hall  
Seth C. McMillan  
Post Office Box 2307  
Santa Fe, New Mexico 87504-2307  
(505) 982-3873  
[shall@montand.com](mailto:shall@montand.com)  
[smcmillan@montand.com](mailto:smcmillan@montand.com)

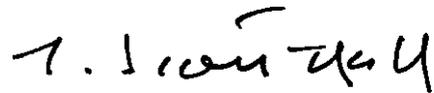
*Attorneys for David Baker, Receiver for the benefit  
of Pyote Water Solutions LLC Sand Pyote SWD II  
LLC*

**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 August 25, 2016:

Michael H. Feldewert  
Jordan L. Kessler  
Holland & Hart, LLP  
Post Office Box 2208  
Santa Fe, NM 87504-2208  
[mfeldewert@hollandhart.com](mailto:mfeldewert@hollandhart.com)  
[jlkessler@hollandhart.com](mailto:jlkessler@hollandhart.com)

James Bruce  
Post Office Box 1056  
Santa Fe, NM 87504  
[jamesbruc@aol.com](mailto:jamesbruc@aol.com)



J. Scott Hall