

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

2017

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

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

Case No 15,674

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 Clayton Pearson
(432) 682 3715

APPLICANT S ATTORNEY

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

OPPONENT

Cog Operating LLC

OPPONENT S ATTORNEY

Ocean Munds-Dry
William F Carr

STATEMENT OF THE CASE

APPLICANT

Mewbourne Oil Company seeks an order approving a 478.39 acre non standard spacing and proration unit in the Wolfcamp formation underlying Lots 3, 7 SE/4NW/4 and E/2SW/4 (the E/2) of Section 6 and Lots 1, 2 and E/2NW/4 (the NW/4) of Section 7 Township 24 South Range 28 East NMPM and pooling all mineral interests in the Wolfcamp formation underlying the non standard spacing and proration unit. The unit will be dedicated to the Motley 6/7 W2DE Fee Com Well No 1H a horizontal well with a surface location in Lot 4 of Section 6 and a

terminus in Lot 2 of Section 7 The producing interval will be orthodox Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well

OPPONENT

PROPOSED EVIDENCE

APPLICANT

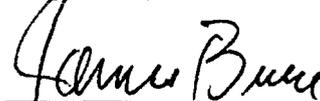
<u>WITNESSES</u>	<u>EST TIME</u>	<u>EXHIBITS</u>
Clayton Pearson (landman)	20 min	Approx 7
Nate Cless (geologist)	15 min	Approx 5

OPPONENT

<u>WITNESSES</u>	<u>EST TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

Respectfully submitted



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

Attorney for Mewbourne Oil Company