

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

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

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

CASE NO. 14517

RECEIVED OGD
JUL 11 P 4:31

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the rules of the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Mewbourne Oil Company
Attn: Mr. D. Paul Haden
500 West Texas, Suite 1020
Midland, Texas 79701
(432) 682-3715

Ocean Munds-Dry, Esq.
Holland & Hart LLP
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

7/19/10 cm

STATEMENT OF CASE

APPLICANT

Applicant seeks an order (1) creating a 160-acre non-standard spacing unit comprised of the S/2 S/2 equivalent of Section 29, Township 18 South, Range 30 East, NMPM, and (2) pooling all mineral interests in the Bone Spring formation, Santo Nino Bone Spring Pool, in this non-standard spacing and proration unit which spacing unit will be pooled project area for the existing Bradley "29" Federal Com Well No. 1 (API No. 30-015-37481) that will be reentered at non-standard surface location 1050 feet from the South line and 1905 feet from the East line (Unit O) and then drilled in a westerly direction approximately 3,050 feet in the Bone Spring formation to a terminus 972 feet from the South line and 343 feet from the West line (Unit M) of said Section 29. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision,

designation of Mewbourne Oil Company as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 8 miles South of Loco Hills, New Mexico.

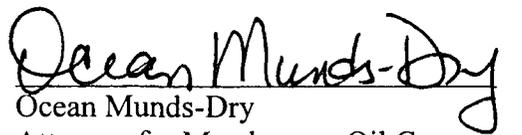
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Paul Haden, Petroleum Landman	By Affidavit	
David Rawlins, Petroleum Geologist	By Affidavit	

PROCEDURAL MATTERS

Mewbourne Oil Company has none at this time.


Ocean Munds-Dry
Attorney for Mewbourne Oil Company