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:

APPLICATION OF MEWBOURNE OIL COMPANY FOR POOL EXPANSION AND SPECIAL POOL RULES FOR THE QUERECHO PLAINS-STRAWN POOL, LEA COUNTY, NEW MEXICO.

MAR 26 2004

Oil Conservation Division 1220 S. Saint Francis Drive Santa Fe, NM 87505

Case No. 13,242

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Mewbourne Oil Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT
Mewbourne Oil Company
Suite 1020
500 West Texas
Midland, Texas 79701
Attention: Steve 0

Steve Cobb (505) 682-3715

APPLICANT'S ATTORNEY

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504

(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order expanding the horizontal boundaries of the Querecho Plains-Strawn Pool, which currently covers the SW¼ of Section 15 and W½ of Section 22, Township 18 South, Range 32 East, NMPM, to include the SE¼ of Section 22 in said township and range, and instituting special pools rules therefor, including provisions for 80-acre spacing, a special depth bracket allowable of 720 barrels of oil per day, special well location requirements, and a gas:oil ratio of 4000 cubic feet of gas for each barrel of oil produced.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES Steve Cobb (landman)	EST. TIME 10 min.	EXHIBITS Approx. 3
Ralph Nelson (geologist)	10 min.	Approx. 3
Bryan Montgomery (engineer)	20 min.	Approx. 5

OPPONENT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce

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Attorney for Mewbourne Oil Company