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

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 13,032

## PRE-MEARING 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: D. Paul Haden (505) 682-3715

OPPONENT'S ATTORNEY

(505) 982-2043

James Bruce

APPLICANT'S ATTORNEY

Post Office Box 1056

Santa Fe, New Mexico 87504

# STATEMENT OF THE CASE

### APPLICANT

OPPONENT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation (except the Atoka formation) underlying the following described acreage in Section 11, Township 21 South, Range 27 East, NMPM, and in the following manner: The W% of Section 11 to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including the Undesignated East Carlsbad-Wolfcamp Gas Pool, Undesignated Cedar Hills-Upper Pennsylvanian Gas Pool, Undesignated Burton Flat-Strawn Gas Pool, and Burton Flat-Morrow Gas Pool; the SW% of Section 11 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent, including the East Avalon-Bone Spring Gas Pool; and the SW%SW% of Section 11 to form a standard oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within that vertical extent, including the Undesignated La Huerta-Delaware Pool

PAGE 04

and Undesignated East Avalon-Bone Spring Pool. The unit is to be dedicated to applicant's Esperanza "11" St. Com. Well No. 1, drilled at an orthodox gas well location/unorthodox oil well location in the SWMSWM of Section 11. 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 charge for the risk involved in drilling and completing the well.

OPPONENT

#### PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST.\_TIME

<u>EXHIBITS</u>

This matter was filed under Division Rule 1207.A(1)(b), and applicant will submit this application by affidavit.

#### **OPPONENT**

WITNESSES

<u>EST. TIME</u>

<u>EXHIBITS</u>

#### PROCEDURAL MATTERS

-None-

Respectfully submitted,

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

Attorney for Mewbourne Oil Company