

**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:**

CASE NO. 13394

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

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

OPPOSITION

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~~Mewbourne Oil Company~~
Mr. Steve Smith
500 West Texas, Suite 1020
Midland, Texas 79701
(432) 682-3715

ATTORNEY

William F. Carr, Esq.
Holland & Hart LLP
Post Office Box 2208
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2009 DEC 9 PM 4 27

WJH
12/8/09

STATEMENT OF CASE

APPLICANT

Applicant seeks an order pooling all mineral interests in all formations from the surface to the base of the Morrow in the E/2 of Section 7, Township 21 South, Range 35 East, N.M.P.M., Lea County, New Mexico for all formations and/or pools developed on 320-acre spacing which includes but is not necessarily limited to the Undesignated Osudo-Morrow Gas Pool. Said units are to dedicated to applicant's proposed Osudo "7" State Com

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Well No. 1 to be drilled and completed at a standard gas well location 1980 feet from the South and East lines (Unit J) of said Section 7. Also to be considered will be the cost of drilling and completing said well, the allocation of the cost thereof, actual operating costs and charges for supervision, the 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 10 miles southwest of Monument, New Mexico.

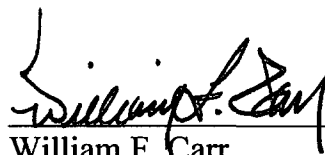
PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> (Name and Expertise)	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Steve Smith (Land)	Approx. 15 Minutes	Approx. 5

PROCEDURAL MATTERS

Mewbourne Oil Company has none at this time.



William F. Carr
Attorney for Mewbourne Oil Company