# 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 A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 15888

## 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:

Mitch Robb

(432) 682-3715

**OPPONENT** 

Devon Energy Production Company

APPLICANT'S ATTORNEY

James Bruce

P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

OPPONENT'S ATTORNEY

J. Scott Hall

#### STATEMENT OF THE CASE

#### APPLICANT

Mewbourne Oil Company seeks an order approving a 320-acre non-standard oil spacing and Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the E/2W/2 of Section 10, Township 23 South, Range 34 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit. The unit will be dedicated to the Ibex B3NC Fed. Com. Well No. 1H, a horizontal well with a surface location in the NE/4NW/4 of adjoining Section 15, and a terminus 330 feet from the north line and 1980 feet

from the west line of Section 10. 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>

Mitch Robb 15 min. Approx. 8 (landman)

Jordan Carrell 15 min. Approx. 4 (geologist)

**OPPONENTS** 

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

# PROCEDURAL MATTERS

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company

cc: J. Scott Hall