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 CHEVRON U.S.A. INC. FOR AN OVERLAPPING SPACING UNIT IN THE BONE SPRING FORMATION AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 21499

APPLICATION OF CHEVRON U.S.A. INC. FOR AN OVERLAPPING SPACING UNIT IN THE WOLFCAMP FORMATION AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 21500

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT Chevron U.S.A. Inc. APPLICANT'S ATTORNEY
Holland & Hart LLP

OPPONENTS
Mewbourne Oil Company

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

STATEMENT OF THE CASE

In Case Nos. 21499 and 21500 Chevron U.S.A. Inc. ("Chevron") seeks orders pooling well units in the Bone Spring and Wolfcamp formations in the E/2 of Section 26 and the E/2 of Section 35, Township 23 South, Range 28 East, N.M.P.M.

Mewbourne, as operator under a JOA covering all of Section 35, Township 23 South, Range 28 East, N.M.P.M., submitted well proposals to working interest owners for competing wells in the E/2 of Section 35. Chevron has elected to join in these wells.

Chevron's applications should be denied because there is a voluntary agreement covering the E/2 of Section 35..

PROPOSED EVIDENCE

APPLICANT		
WITNESSES	EST. TIME	EXHIBITS
<u>OPPONENT</u>		
WITNESSES	EST. TIME	EXHIBITS
Mewbourne Cy Shook (landman)	20 min.	Approx. 8
Tyler Hill (geologist)	15 min.	Approx. 6

PROCEDURAL MATTERS

25 min.

Mewbourne objects to presentation of Chevron's cases by affidavit. Either the cases should be continued, or there should be a status conference only on these cases.

Mewbourne may also file a motion to dismiss.

ADDI ICANT

Travis Cude (engineer)

Respectfully submitted,

Approx. 6

James Bruce

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Attorney for Mewbourne Oil Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this ______ day of October, 2020 by e-mail:

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