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 CATENA RESOURCES OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 21482

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Catena Resources Operating, LLC

OPPONENT

Mewbourne Oil Company Suite 1020 500 West Texas Midland, Texas 79701 APPLICANT'S ATTORNEY

Ernest Padilla

OPPONENT'S ATTORNEY

James Bruce P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

Cy Shook

(432) 682-3715

STATEMENT OF THE CASE

APPLICANT

I Catena Resources Operating, LLC ("Catena") seeks an order pooling the Bone Spring formation underlying the E/2E/2 of Section 6 and the E/2E/2 of Section 7, Township 19 South, Range 35 East, NMPM.

OPPONENT

Mewbourne owns working interests in the proposed well unit, and objects to the granting of the application. Mewbourne has its own development plans in this area, and there have been insufficient discussions between the parties.

PROPOSED EVIDENCE

APPLICANT

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

OPPONENTS

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

Cy Shook 20 min. Approx. 8

(landman)

Charlie Crosby 15 min. Approx. 4 (geologist)

PROCEDURAL MATTERS

Mewbourne requests that this case be set for a status conference.

Respectfully submitted,

James Bruce

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Attorney for Mewbourne Oil Company