STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

2014 OCT 20 P 4: 36

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, EDDY COUNTY, NEW MEXICO.

Case No. 15.226

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

APPLICANT'S ATTORNEY

Mewbourne Oil Company

James Bruce

Suite 1020

P.O. Box 1056

500 West Texas

Santa Fe, New Mexico 87504

Midland, Texas 79701

(505) 982-2043

Attention:

D. Paul Haden

(432) 682-3715

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

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 S/2N/2 of Section 27, Township 18 South, Range 30 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2N/2 of Section 27 to form a non-standard 160 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the Ursa 27 B2EH Fed. Com. Well No. 1H, a horizontal well with a surface location in the SW/4NW/4,

and a terminus in the SE/4NE/4, of Section 27. Also to be considered will be the designation of applicant as operator of the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

	WITNESSES	EST. TIME	EXHIBITS
_	Paul Haden (landman)	10 min.	Approx. 6
	David Rawlins (geologist)	15 min.	Approx. 4

OPPONENT

WITNESSES	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

APPLICANT REQUESTS PERMISSION TO SUBMIT THIS APPLICATION BY AFFIDAVIT, PURSUANT TO THE RECENT NOTICE PUBLISHED BY THE DIVISION.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Mewbourne Oil Company