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# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT CONSERVATION DIVISION P 3: 12

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. 15,448

#### AMENDED PRE-HEARING STATEMENT

This amended 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:

Paul Haden

(432) 682-3715

**OPPONENT** 

E.G.L. Resources, Inc.

and Black Mountain Operating LLC

OPPONENT'S ATTORNEY

APPLICANT'S ATTORNEY

Santa Fe. New Mexico 87504

J. Scott Hall

James Bruce

P.O. Box 1056

(505) 982-2043

#### 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 N/2S/2 of Section 28, Township 18 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the N/2S/2 of Section 28 for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the Pavo Frio 28 B2LI Fed. Com. Well No. 1H, a horizontal well with a surface location in the NW/4SW/4, and a terminus in the NE/4SE/4, of Section 28. 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

#### <u>APPLICANT</u>

	WITNESSES	EST. TIME	<u>EXHIBITS</u>
	Paul Haden (landman)	15 min.	Approx. 6
	Jason Lodge (geologist)	15 min.	Approx. 4
	Travis Cude (engineer)	15 Min.	Approx.2
<u>OPPONENT</u>			
	WITNESSES	EST. TIME	<b>EXHIBITS</b>

#### PROCEDURAL MATTERS

11. 2

Respectfully submitted,

James Bruce Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

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 <u>loth</u> day of April, 2016 by e-mail:

J. Scott Hall shall@montand.com

ames Bruce