

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

017 - 15 3 27

**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 SPACING AND PRORATION
UNIT AND COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO**

Case No 15,728

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 Mitch Robb
(432) 682 3715

APPLICANT S ATTORNEY

James Bruce
P O Box 1056
Santa Fe New Mexico 87504
(505) 982 2043

OPPONENT

OPPONENT S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Mewbourne Oil Company seeks an order approving a 640 acre non standard gas spacing and proration unit (project area) in the Wolfcamp formation comprised of the E/2 of Section 2 and the E/2 of Section 11 Township 25 South Range 28 East, NMPM Applicant further seeks the pooling of all mineral interests in the Wolfcamp formation underlying the non standard unit The unit will be dedicated to the Hoss 2/11 W2BO Fed Com Well No 1H a horizontal well with a surface location 185 feet from the north line and 1700 feet from the east line of Section 2, and a terminus 330 feet from the south line and 1650 feet from the east line of Section 11 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

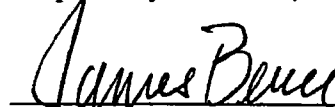
<u>WITNESSES</u>	<u>EST TIME</u>	<u>EXHIBITS</u>
Mitch Robb (landman)	15 min	Approx 6
Charlie Crosby (geologist)	15 min	Approx 4

OPPONENT

<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