

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

RECEIVED OGD

2011 OCT -3 P 3: 27

**APPLICATION OF MEWBOURNE OIL
COMPANY FOR A NON-STANDARD
SPACING AND PRORATION UNIT
AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

Case No. 15847

**MEWBOURNE OIL COMPANY'S
PRE-HEARING STATEMENT**

Mewbourne Oil Company ("Mewbourne") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

Mewbourne is the applicant in this case. Its business address is 500 West Texas Ave., Suite 1020, Midland, Texas 79701. Mewbourne is represented by the undersigned counsel.

STATEMENT OF THE CASE

Mewbourne's application seeks an order (i) approving a 640-acre, more or less, non-standard spacing and proration unit comprised of the S/2 of Section 5 and the S/2 of Section 4, Township 23 South, Range 27 East, N.M.P.M., in Eddy County, and (ii) pooling all uncommitted working interests in the Wolfcamp formation.

The proposed non-standard spacing and proration unit will be the project area for the Wolfman 5/4 WOLI Federal Com #1H well, which will be horizontally drilled from a surface location in Unit L of Section 5 to a bottom hole location in Unit I of Section 4, Township 23 South, Range 27 East. The completed interval for the well will comply with the Division's setback requirements.

PROPOSED EVIDENCE

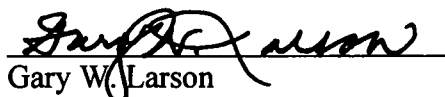
<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Ray Winklejohn (Landman)	10 minutes	Approx. 8
Charles Crosby (Geologist)	10 minutes	Approx. 3

Mewbourne reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

Mewbourne is not aware of any procedural matters to be resolved prior to the hearing.

HINKLE SHANOR, LLP



Gary W. Larson
P.O. Box 2068
Santa Fe, NM 87504-2068
Phone: (505) 982-4554
Facsimile: (505) 982-8623
glarson@hinklelawfirm.com

Counsel for Mewbourne Oil Company