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 MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 14440

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the rules of the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY		
Mewbourne Oil Company Attn: Mr. Corey Mitchell 500 West Texas, Suite 1020 Midland, Texas 79701 (432) 682-3715	William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421	2010 MAR II P 2: 0	RECEIVED OOL
		<u></u>	No. of Concession, Name and Address of the Owner, where the Owner, which is the Own

STATEMENT OF CASE

APPLICANT:

Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Yeso formation in all formations and pools in the NE/4 SW/4 of Section 5, Township 20 South, Range 25 East, NMPM, Eddy County, New Mexico. Applicant, dedicate these pooled units to its West Draw "5" K Well No. 1 to be drilled as a wildcat oil well at a standard location 1650 feet from the South line and 2310 feet from the West line (Unit K) of said Section 5. Also to be considered will be the cost of drilling and completing said well as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

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PROPOSED EVIDENCE

APPLICANT

WITNESSES

ESTIMATED TIME

EXHIBITS

(Name and Expertise)

Mewbourne Oil Company will present this case by affidavit.

PROCEDURAL MATTERS

Mewbourne Oil Company has none at this time.

William F. Car

Attorney for Mewbourne Oil Company