

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION  
OF MEWBOURNE OIL COMPANY  
FOR COMPULSORY POOLING,  
CHAVES COUNTY, NEW MEXICO.

CASE NO. 11160

**APPLICATION**

MEWBOURNE OIL COMPANY, through its undersigned attorneys, hereby makes application pursuant to the provisions of N.M.Stat. Ann. § 70-2-17, (1978), for an order pooling all of the mineral interests in all formations developed on 160-acre spacing from the surface to the base of the Abo formation in the NW/4 of Section 34, Township 5 South, Range 25 East, N.M.P.M., Chaves County, New Mexico, and in support thereof states:

1. Applicant is a working interest owner in the NW/4 of Section 34 and has the right to drill thereon.
2. Applicant proposes to dedicate the above-referenced spacing or proration unit to its Pecos Slope A "34" Fed. Com. Well No. 1 to be drilled at a standard location 1980 feet from the North line and 660 feet from the West line of Section 34, to a depth sufficient to test any and all formations from the surface to the base of the Abo formation, Pecos Slope-Abo Gas Pool.
3. Applicant has sought and been unable to obtain either voluntary agreement for pooling or farmout from certain interest owners in the NW/4 of said Section 34.

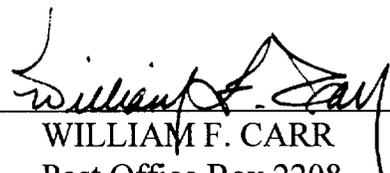
4. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

5. In order to permit the Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all mineral interests should be pooled, and Applicant should be designated the operator of the well to be drilled.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on December 15, 1994 and, after notice and hearing as required by law, the Division enter its order pooling the lands, including provisions for Applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling and after completion, including overhead charges, and imposing a risk factor for the risk assumed by the Applicant in drilling, completing and equipping the well.

Respectfully submitted,

CAMPBELL, CARR, BERGE  
& SHERIDAN, P.A.

By:   
WILLIAM F. CARR  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
Telephone: (505) 988-4421

ATTORNEYS FOR MEWBOURNE  
OIL COMPANY