

SUPPLEMENT TO DOCKET NO. 01-02 – JANUARY 10, 2002

**8:15 A.M. – OCD Hearing Room
1120 So. St. Francis
Santa Fe, New Mexico**

CASE 12755: Continued from December 6, 2001, Examiner Hearing.

Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from 500 feet below the top of the San Andres formation to the base of the Morrow formation underlying Lots 1-4 and the E/2 W/2 (the W/2 equivalent) of Section 18, Township 18 South, Range 29 East, in the following manner: Lots 1-4 and the E/2 W/2 (the W/2 equivalent) of Section 18 to form a non-standard 332.48-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Undesignated West Millman-Wolfcamp Pool, Millman-Strawn Gas Pool, and Undesignated South Millman-Morrow Gas Pool; and Lots 3, 4, and the E/2 SW/4 (the SW/4 equivalent) of Section 18 to form a non-standard 166.12-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent. The unit is to be dedicated to applicant's Remington "18" St. Com. Well No. 2, to be drilled at an orthodox location in the SE/4 SW/4 of Section 18. 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 charge for the risk involved in drilling and completing the well. The unit is located approximately 9½ miles southwest of Loco Hills, New Mexico.