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

RECEIVED

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

AFRZ

OIL CONSERVATION DIVISION

Case No. 10,470

APPLICATION OF MARALO, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Mewbourne Oil Company as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Maralo, Inc.

William F. Carr

OPPOSITION OR OTHER PARTY

ATTORNEY

Mewbourne Oil Company 500 West Texas, Suite 1020 Midland, Texas 79701 (915) 682-3715 Attention: Paul Haden James Bruce
Hinkle, Cox, Eaton,
Coffield & Hensley
500 Marquette, N.W.
Suite 800
Albuquerque, N.M. 87102

(505) 768-1500

STATEMENT OF CASE

APPLICANT

Pre-hearing Statement NMOCD Case No. 10,470 Page 2

OPPOSITION OR OTHER PARTY

Mewbourne and Maralo have been negotiating regarding joinder of Mewbourne's interest, but have not yet come to terms. Mewbourne enters this appearance to preserve its rights.

PROPOSED EVIDENCE

APPLICANT

WITNESS EST. TIME EXHIBITS

OPPOSITION

WITNESS EST. TIME EXHIBITS

Mewbourne will present no witnesses.

PROCEDURAL MATTERS

Respectfully Submitted,

HINKLE, COX, EATON, COFFIELD &

HENSLEY

Bv

James Bruce 500 Marquette, N.W.

Suite 800

Albuquerque, N.M. 87102

(505) 768-1500

Attorneys for Applicant

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing pleading was mailed this 27 day of April, 1992 to William F. Carr, P. O. Box 2208, Santa Fe, New Mexico 87504.

By James Bruce

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:

CASE NO. 10470

RECEIVED

APPLICATION OF MARALO, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

APR X . To ye

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This prehearing statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY	
Maralo, Inc. 223 W. Wall, 9th Floor Midland, Texas 79701 Attn: Mr. Mark Wheeler	William F. Carr Campbell, Carr, Berge & Sheridan Post Office Box 2208 Santa Fe, New Mexico 87504	
(915) 684-7441 name, address, phone and contact person	(505) 988-4421	
OPPOSITION OR OTHER PARTY	ATTORNEY	
Mewbourne Oil Company	James G. Bruce Hinkle, Cox, Eaton, Coffield & Hensley 500 Marquette, NW, Suite 800 Albuquerque, New Mexico 87102	
name, address, phone and	(505) 768-1500	

Pre-hearing Statement NMOCD Case No. 10470 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Mark Wheeler, Landman	10 Min.	Approximately 5
John Thoma, Geologist	10 Min.	Approximately 3

OPPOSITION

WITNESSES EST. TIME EXHIBITS (Name and expertise)

PROCEDURAL MATTERS

Signature

Pre-hearing Statement NMOCD Case No. 10470 Page 2

STATEMENT OF CASE

APPLICANT

Maralo, Inc., applicant in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Wolfcamp formation underlying the S/2 SE/4 of Section 13, Township 18 South, Range 32 East, forming a standard 80-acre oil spacing and proration unit for any and all formations spaced on 80-acre spacing within said vertical extent, which presently includes only the South Corbin-Wolfcamp Pool. Said unit is to be dedicated to a well located at a standard oil well location in the SE/4 SE/4 (Unit P) of said Section 13. Also to be considered will be the cost of drilling and completing said 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 risk involved in drilling said well.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)