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February 23, 1993

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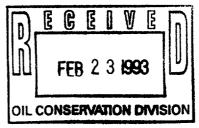
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PAUL G. NASON

DARLA M. SILVA

Dear Florene:



10688

Enclosed for filing are an original and two copies each of three separate compulsory pooling applications, filed on behalf of Mewbourne Oil Company. Also enclosed are the proposed advertisements. Please set all three cases for the March 18, 1993 hearing.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

James Bruce

JB:frs Enclosures

Via Hand Delivery

10688

PROPOSED ADVERTISEMENT



Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the Abo formation to the base of the Morrow formation underlying the following described areas in Section 31, Township 17 South, Range 28 East, and in the following The S1/2 forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent; the SE% forming a standard 160-acre gas spacing and proration unit for any and all formation and/or pools developed on 160-acre spacing within said vertical extent; and the SW\seta forming a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within said vertical extent. Said unit is to be dedicated to the Applicant's Chalk Bluff "31" State Well No. 1, to be drilled at an orthodox location within said S proration unit. 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 of risk involved in drilling said well. Said unit is located approximately ____ miles southeast of Artesia, New Mexico.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

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

APPLICATION
OIL CONSERVATION DIVISION

Mewbourne Oil Company hereby makes application for an order pooling all mineral interests from the base of the Abo formation to the base of the Morrow formation underlying the $S^{\frac{1}{2}}$ of Section 31, Township 17 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and in support thereof states:

- 1. Applicant is an interest owner and has the right to drill a well in the S3 of said Section 31.
- 2. Applicant proposes to drill its Chalk Bluff "31" State No. 1 Well in the $S^{\frac{1}{2}}$ of Section 31, at an orthodox location 660 feet from the South line and 2,310 feet from the East line of the Section, to a depth sufficient to test the Morrow formation, and seeks to dedicate the following acreage to the well:
- (a) The S^{1}_{2} of Section 31 for all pools or formations spaced on 320 acres;
- (b) The $SE_4^{\frac{1}{4}}$ of Section 31 for all pools or formations spaced on 160 acres; and
- (c) The SW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 31 for all pools or formations spaced on 40 acres.
- 3. Applicant has in good faith sought to join all other mineral or leasehold interest holders in the S^{1}_{2} of Section 31 for the purposes set forth herein.

JGB5\93402.d

4. Although Applicant attempted to obtain voluntary agreements from all mineral or leasehold interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their acreage. Therefore, Applicant seeks an order pooling all mineral and leasehold interest owners underlying the S^{1}_{2} of Section 31, as described above, pursuant to N.M. Stat. Ann. § 70-2-17 (1987 Repl.).

5. Applicant requests the Division to consider the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating charges and costs charged for supervision. Applicant requests that it be designated as operator of the well and that the Division set a penalty of 200% for the risk involved in drilling the well.

6. The pooling of all interests underlying the $S^{\frac{1}{2}}$ of Section 31, as described above, will prevent waste and protect correlative rights.

WHEREFORE, Applicant requests that the Division grant the relief requested above.

Dated: February 23, 1993.

Respectfully submitted

HINKLE, COX, EATON, COFFIELD & HENSLEY

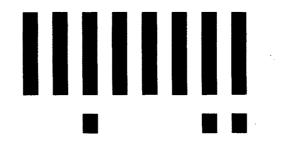
James Bruce

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Attorneys for Applicant







Job separation sheet

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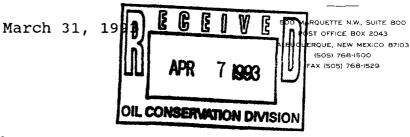
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JAMES A. GILLESPIE

Case No. 10,688, Application of Mewbourne Oil

Company for Compulsory Pooling, Eddy County,

New mexico

Dear Mr. Catanach:

Enclosed are the original and two copies of a Pre-Hearing Statement for the above-referenced case.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

ames Bruce

JB:frs Enclosures

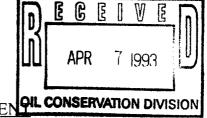
VIA HAND DELIVERY

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. 10,688

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



PRE-HEARING STATEMEN

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

APPEARANCE OF PARTIES

APPLICANT

ATTORNEY

Mewbourne Oil Company Suite 1020 550 West Texas Midland, Texas 79701 (915) 682-3715 Attention: Steven Cobb James Bruce Hinkle, Cox, Eaton, Coffield & Hensley Post Office Box 2068 Santa Fe, New Mexico 87504-2068 (505) 982-4554

OTHER PARTY

ATTORNEY

Pre-Hearing Statement NMOCD Case No. 10,688 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks to force pool 320 acres of land for a Morrow test well. There are interest owners who have not yet committed their interests to the well.

OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
Steven Cobb (Landman)	10 minutes	(a) Land Plat(b) List of Interest Owners(c) Correspondence(d) AFE(e) Affidavit of Notice
Dexter Harmon (Geologist)	10 minutes	(a) Isopach(b) Production Map(c) Cross-section

OTHER PARTY

WITNESSES EST. TIME EXHIBITS

Pre-Hearing Statement NMOCD Case No. 10,688 Page 3

PROCEDURAL MATTERS

The well location is unorthodox for 160 acre units. Applicant requests the compulsory pooling application be granted, but that in the event applicant completes the well uphole in a formation spaced on 160 acres, it be required to apply for approval of the unorthodox location at that time.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

(505) 982-4554

Attorneys for Mewbourne Oil Company

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Pre-Hearing Statement was mailed to W. Thomas Kellahin, Esq., Post Office Box 2265, Santa Fe, New Mexico 87504-2265, this 31st day of March, 1993, by first-class-mail, postage prepaid.

James Bruce