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. 10,427

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

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

OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the W_2^1 Section 6-18 South-28 East, for all pools or formations spaced on 80, 160, and 320 acres, and for an unorthodox location. Compulsory pooling is necessary because there are parties who have not committed their interests to the well. The location is based on geology.

OPPOSITION OR OTHER PARTY

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PROPOSED EVIDENCE

APPLICANT

	WITNESS	EST. TIME	EXHIBITS
1.	D. Paul Haden (Landman)	15 minutes	 (a) Land Plat (b) Correspondence (c) AFE (d) Notice letters (e) Waivers
2.	David Overton (Geologist)	15 minutes	(a) Structure Map (b) Isopach (c) Cross-Section

OPPOSITION

WITNESS

EST. TIME EXHIBITS

PROCEDURAL MATTERS

Respectfully Submitted,

HINKLE, COX, EATON, COFFIELD & HENSDEY

WY que By_ James Bruce

500 Marquette, N.W. Sulite 800 Al/buquerque, N.M. 87102 (505) 768-1500

Attorneys for Applicant