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 HEARING:

> /332.2 CASE-13247

APPLICATION OF RICHARDSON OPERATING COMPANY TO AMEND DIVISION ORDER R-10656-A FOR COMPULSORY POOLING AND AN UNORTHODOX COAL-GAS WELL LOCATION, LEA COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

Richardson Operating Company submits this pre-hearing statement as required by the New Mexico Oil Conservation Division.

APPEARENCES OF THE PARTIES

APPLICANT

Richardson Operating Company 501 Airport Drive, Suite 119 Farmington, NM 87401 Attn: Anne Jones

505-564-8115

ATTORNEY

Thomas Kellahin, Esq. P. 0. Box 2265 Santa Fe, New Mexico 87504 505-982-4285

OPPONENT

ATTORNEY

none

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STATEMENT OF THE CASE

APPLICANT:

Richardson Operating Company, in accordance with Section 70-1-17.C seeks to amend Division Order R-10656-A, a compulsory pooling order, to provide for the pooling all mineral interest within the vertical limits of the Basin Fruitland Coal Gas Pool underlying a standard 320-acre spacing unit consisting of the E/2 of Section 15, T29N, R13W, San Juan County, New Mexico for its optional infill well, the ROPCO "15" Well No. 2 that was drilled as a standard well location in Unit O of this section and the designation of Richardson Operating Company as the operator plus the standard provisions of the Division's compulsory pooling order including a 200% risk factor penalty in accordance with Commission Order R-11992, effective August 15, 2003.

Richardson requests that this application be processed in accordance with Division Rule 1607(A)(1)(b) and accordingly will submit inevidence by affidavit.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EST. EXHIBITS

Anne Jones, landman (by affidavit) 15-20 min

about 10

PROCEDURAL MATTERS

None

W. Thomas Kellahin

P. O. Box 2265

Santa Fe, New Mexico 87504

Phone 505-982-4285

Fax 505-982-2047

E-mail: kellahin@earthlink.net

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