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

2810 (ES 30 P 3: 54

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

APPLICATION OF OWL OIL AND GAS LLC FOR APPROVAL OF A SALT WATER DISPOSAL WELL, EDDY COUNTY, NEW MEXICO.

Case No. 15.060

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Owl Oil and Gas LLC 2014 Cias Trail Lane

Spring, Texas 77386

APPLICANT'S ATTORNEY

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

OPPONENT

Yates Petroleum Corporation, et al.

Ernest L. Padilla

OPPONENT'S ATTORNEY

Gary W. Larson

Endurance Resources, LLC

STATEMENT OF THE CASE

<u>APPLICANT</u>

Applicant seeks an order approving disposal of produced water into the Yates-Seven Rivers formation at depths of 670-785 feet subsurface in the Myrtle Myra SWD Well No. 3, to be reentered at a location 1978 feet from the south line and 1980 feet from the west line of Section 9, Township 21 South, Range 27 East, NMPM.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

Craig Huber

45 min.

Approx. 6

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,

/s/

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Mesquite SWD, Inc.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this _____ day of December, 2013 by e-mail:

Gary W. Larson Hinkle Law Firm P.O. Box 2068 Santa Fe, New Mexico 87504

Ernest L. Padilla P.O. Box 2523 Santa Fe, New Mexico 87504

James Bruce