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:

APPLICATION OF APACHE CORP. FOR COMPULSORY POOLING, ETC., EDDY COUNTY, NEW MEXICO.

Case No. 20171

APPLICATION OF APACHE CORP. FOR COMPULSORY POOLING, ETC., EDDY COUNTY, NEW MEXICO.

Case No. 20202

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Ascent Energy, LLC ("Ascent") as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

APPLICANT'S ATTORNEY

Apache Corp.

Deanna Bennett

OPPONENT

OPPONENT'S ATTORNEY
James Bruce

Ascent Energy, LLC

P.O. Box 1056

Attention:

Lee Zink

Santa Fe, New Mexico 87504

(505) 982-2043

STATEMENT OF THE CASES

<u>APPLICANT</u>

Apache Corp. seeks the pooling of horizontal spacing units in Sections 28, 29, and 30, Township 20 South, Range 30 East, NMPM.

OPPONENT

Ascent filed applications covering Sections 28 and 33, Township 20 South, Range 30 East, NMPM. Ascent requests that Apache's applications be denied, and that Ascent's applications (Cases 16481 and 16482) be approved.

PROPOSED EVIDENCE

<u>APPLICANT</u>	PROPOSED EVIDENCE	
WITNESSES	EST. TIME	EXHIBITS
<u>OPPONENT</u>		
WITNESSES	EST. TIME	EXHIBITS
Lee Zink (landman)	15 min.	Approx. 10
William Metz (geologist)	20 min.	Approx. 10
Alex Yancey (engineer)	20 Min.	Approx. 5

PROCEDURAL MATTERS

Apache did not follow proper pooling procedures, and its applications should be dismissed.

Respectfully submitted,

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

Attorney for Ascent Energy, LLC