

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

**IN THE MATTER OF THE APPLICATION
OF MYCO INDUSTRIES, INC., FOR
COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

Case No. 13447

APPLICANT'S PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Shari Darr Hodges
Myco Industries, Inc.
P.O. Box 840
Artesia, N.M. 88211
(505) 748-4290

ATTORNEY

Michael H. Feldewert, Esq.
Holland & Hart LLP
P.O. Box 2208
Santa Fe, NM 87504
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OPPONENT

None.

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None.

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APPLICANT'S STATEMENT OF CASE

Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Morrow formation under the following acreage in Section 34, Township 21 South, Range 27 East, NMPM, Eddy County, New Mexico:

- the S/2 to form a standard 320-acre gas spacing and proration unit for all formations or pools spaced on 320 acres within this vertical extent, which presently include but are not necessarily limited to the East Carlsbad-Wolfcamp, Undesignated LaHuerta-Strawn, Undesignated Tansil Dam Atoka, and the Undesignated Carlsbad-Morrow East Gas Pools;

- the SE/4 to form a standard 160-acre spacing and proration unit for all formations or pools spaced on 160 acres within this vertical extent, which presently includes but is not necessarily limited to the Wildcat Bone Spring ; and
- the SW/4 SE/4 (Unit O) to form a standard 40-acre spacing and proration unit for all formations or pools spaced on 40 acres within this vertical extent.

These spacing and proration units are to be dedicated to the proposed SKOR 34 Fed Com Well No. 1 to be located at a standard location 660 feet from the South line and 1800 feet from the East line (Unit O) of Section 14 at a depth sufficient to test the Morrow formation.

APPLICANT'S PROPOSED EVIDENCE

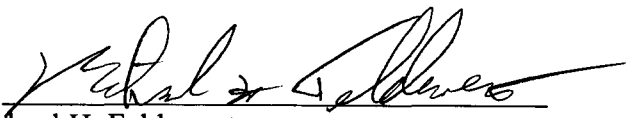
WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Shari Hodges (Land)	Approx. 15 Minutes	Approx. 6

PROCEDURAL MATTERS

No other party has entered an appearance and applicant is not aware of any procedural issues at this time.

Respectfully submitted,

HOLLAND & HART, LLP

By: 
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