

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

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

**APPLICATION OF CAZA PETROLEUM, INC.
FOR A NON-STANDARD SPACING AND PRORATION
UNIT AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 14865

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PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Caza Petroluem, Inc.
10077 Grogan's Mill Road, Suite 200
The Woodlands, TX 77380

APPLICANT'S ATTORNEY

William F. Carr
Michael H. Feldewert
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Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
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OPPONENT

None at this time.

OPPONENT'S ATTORNEY

APPLICANT'S STATEMENT OF CASE

Caza Petroleum, Inc., seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the N/2 S/2 of Section 14, Township 23 South, Range 34 East,

NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Bone Springs formation underlying this acreage to form a 160-acre project area. Caza proposes to dedicate the above-referenced spacing and proration unit as the project area for its proposed Caza Ridge 14 State Com 2H well, to be horizontally drilled from a surface location 2310 feet from the South line and 330 feet from the East line to a bottom hole location 1980 feet from the South line and 330 feet from the West line of Section 14.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
John E. Brown, Petroleum Landman	Approx. 15 min.	Approx. 5
John Thoma, Petroleum Geologist	Approx. 20 min.	Approx. 5

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART, LLP



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