

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

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

APPLICATION OF CML EXPLORATION, LLC
FOR A NON-STANDARD OIL SPACING AND
PRORATION UNIT, UNORTHODOX OIL WELL
LOCATION, AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

Case No. 15,008

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

CML Exploration, LLC
Suite 523
1004 North Big Spring
Midland, Texas 79701

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attention: Joe Fitzgerald

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order approving a non-standard oil spacing and proration unit comprised of the E/2SW/4 of Section 8, Township 10 South, Range 38 East, N.M.P.M., Lea County, New Mexico, approving an unorthodox oil well location, and pooling all mineral interests from the surface to the base of the Devonian formation underlying the non-standard unit. Applicant proposes to drill the Harris Well No. 1 at an unorthodox location 1357 feet from the south line and 1565 feet from the west line of Section 8, to a depth sufficient to test the Devonian formation, and will dedicate the E/2SW/4 of Section 8 to the well. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as

actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Joe Fitzgerald (landman)	15 min.	Approx. 6
Steven R. Fekete (geologist)	20 min.	Approx. 4

OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

-None-

Respectfully submitted,



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

Attorney for CML Exploration, LLC