

2005 NOV 9 PM 4 51
STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF
KAISER-FRANCIS OIL COMPANY TO AMEND
ADMINISTRATIVE ORDER NSL-5133 TO ESTABLISH
A NONSTANDARD SPACING AND PRORATION UNIT
AND FOR AN EXCEPTION TO RULE 104(B)(1),
EDDY COUNTY, NEW MEXICO

CASE NO. 13594

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Miller Stratvert P.A. (J. Scott Hall) on behalf of Kaiser-Francis Oil Company, as required by the Oil Conservation Division.

APPEARANCES

APPLICANT'S ATTORNEY

J. Scott Hall, Esq.
Miller Stratvert P.A.
Post Office Box 1986
Santa Fe, New Mexico 87504-1986

APPLICANT

Kaiser-Francis Oil Company

OPPONENT'S ATTORNEY

OPPONENT

None

STATEMENT OF THE CASE

APPLICANT

Applicant seeks the amendment of Administrative Order NSL-5133 to establish an 80-acre nonstandard spacing and proration unit consisting of the SW/NW and NW/SW of Section 11, T-22-S R-26-E NMPM, Eddy County, New Mexico and for an exception to Rule 104(B)(1) for the completion of its Mesa Grande "11" Well No. 2 in the Bone Spring and Delaware

formations drilled at an unorthodox oil well location 2661' FSL and 660' FWL (Unit L) of Section 11. The subject lands and well are located approximately ½ mile southwest of Carlsbad, New Mexico.

PROPOSED EVIDENCE

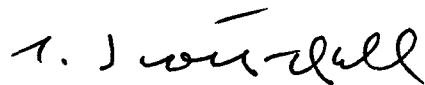
WITNESSES:	Est. Time	No. of Exhibits
Jim Wakefield (Petroleum Engineer)	30 minutes	7

PROCEDURAL MATTERS

None.

MILLER STRATVERT P.A.

By:




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Certificate of Service

I hereby certify that a true and correct copy of the foregoing was faxed to counsel of record on the 9th day of November, 2005, as follows:

Gail MacQuesten, Esq.
New Mexico Oil Conservation Division
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(505) 476-3462/Facsimile



J. Scott Hall