

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

2005 SEP 30 AM 10 18

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

CASE NO. 13567

**APPLICATION OF GRUY PETROLEUM
MANAGEMENT COMPANY FOR SIMULTANEOUS
DEDICATION, LEA COUNTY, NEW MEXICO**

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Gruy Petroleum Management Co.
Attn: Zeno Farris
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Irving, Texas 75039
(972) 443-6470

ATTORNEY

William F. Carr, Esq.
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STATEMENT OF CASE

Applicant in the above-styled cause seeks authorization to simultaneously dedicate the standard 160-acre gas spacing unit in the Rhodes formation, Rhodes Yates-Seven Rivers Gas Pool, to its Rhodes Federal Unit Well No. 221 (API No. 30-025-12742) located in Unit C at a previously approved unorthodox well location 990 feet from the North line and 2310 feet from the West line of said Section 22 and its Rhodes Federal Unit Well No. 227 located in Unit E at an standard gas well location 1980 feet from the North line and 990 feet from the West line of said Section 22, Township 26 South, Range 37 East, NMPM.

PROPOSED EVIDENCE

APPLICANT

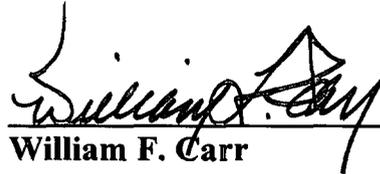
WITNESSES	EST. TIME	EXHIBITS
Jon Tate (Landman)	Approx. 15 min.	Approx. 4
Kim Nordstog (Geologist)	Approx. 25 min.	Approx. 12

PROCEDURAL MATTERS

Gruy Petroleum Management Company will request that cases 13567, 13568, 13569, 13570, 13571 and 13572 be consolidated for hearing.

PROCEDURAL MATTERS

Gruy Petroleum Management Company has none at this time.



William F. Carr
Ocean Munds-Dry
Attorneys for Gruy Petroleum
Management Company