STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION 2011 OCT -4 A 11: 53

APPLICATION OF NEWTEX PARTNERS LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, CHAVES COUNTY, NEW MEXICO

Case No. 15846

NEWTEX PARTNERS LLC'S PRE-HEARING STATEMENT

NewTex Partners LLC ("NewTex") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

NewTex is the applicant in this case. Its business address is 5949 Sherry Lane, Suite 835, Dallas, Texas 75225. NewTex is represented by the undersigned counsel.

STATEMENT OF THE CASE

NewTex's application requests an order approving a 320-acre, non-standard spacing and proration unit (project area) comprised of the W/2 of Section 16, Township 8 South, Range 28 East, N.M.P.M., in Chaves County. The project area is to be dedicated to the Thunderbolt #5H well, which will be horizontally drilled from a surface location in Unit D to a bottom hole location in Unit M of Section 16, Township 8 South, Range 28 East. The completed interval for the well will comply with the Division's setback requirements. New Tex's application further requests the designation of Hadaway Consulting and Engineering, LLC (OGRID No. 371985) as the operator of the Thunderbolt #5H well.

PROPOSED EVIDENCE

WITNESS

ESTIMATED TIME

EXHIBITS

John Maxey (Engineer)

10 minutes

Approx. 4

Land testimony will be presented by affidavit. NewTex reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

NewTex is not aware of any procedural matters to be resolved prior to the hearing.

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