

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

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

**CASE NO. 43734**

**APPLICATION OF DAVID H. ARRINGTON OIL AND  
GAS, INC., FOR COMPULSORY POOLING, EDDY  
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**

David H. Arrington Oil and Gas, Inc.

**ATTORNEY**

J. Scott Hall, Esq.  
Miller, Stratvert & Torgerson, P.A.  
P. O. Box 1986  
Santa Fe, NM 87504-1986  
(505) 989-9614  
(505) 989-9857 facsimile

**OPPOSITION**

Ronald W. Lanning  
Land Manager  
Caza Energy LLC  
Post Office Box 1767  
Artesia, New Mexico 88211-1797

**ATTORNEY**

William F. Carr, Esq.  
Holland & Hart LLP  
Post Office Box 2208  
Santa Fe, NM 87504  
(505) 988-4421

**STATEMENT OF CASE**

Applicant seeks an order pooling all mineral interests from the surface to the base of the Wolfcamp formation underlying the E/2 of Section 34, Township 17 South, Range 23

East, NMPM, Eddy County, New Mexico, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acres, including but not necessarily limited to the Wolfcamp formation, undesignated Cottonwood Creek Wolfcamp Pool. Said unit is to be dedicated to the Applicant's proposed Chartreuse Spanker Well No. 1H to be drilled from a surface location 400' from the South line and 1880' from the East line, to a bottom hole location 660' from the North line and 1880' from the East line of said section 34. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of David H. Arrington Oil and Gas, Inc., or its designee as operator of the well and a charge for risk involved in drilling said well. The proposed well location is approximately 6 miles East of Hope, New Mexico.

### **PROPOSED EVIDENCE**

#### **OPPOSITION**

##### **WITNESSES**

##### **EST. TIME**

##### **EXHIBITS**

##### **May call:**


Ron Lanning  
(Landman)

Approx. 10 min.

Approx. 5

### **PROCEDURAL MATTERS**

Caza Energy LLC has none at this time.


  
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**William F. Carr**  
**Attorneys for Caza Energy LLC**

**CERTIFICATE OF SERVICE**

I certify that on June 29, 2006 I served a copy of the foregoing document to the following by

- ☐ U.S. Mail, postage prepaid
- ☐ Hand Delivery
- ☒ Fax
- ☐ Electronic Service by LexisNexis File & Serve

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