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:

APPLICATION OF NM&O OPERATING COMPANY FOR COMPULSORY POOTING, RIO ARRIBA COUNTY, NEW MRXICO.

Case No. 13,074

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT NM&O Operating Company Suite 200 6 East Fifth Tulsa, Oklahoma 74103 (918) 584-3802 Attention: Larry D. Sweet

APPLICANT'S ATTORNEY James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504

(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

Applicant seeks an order pooling all mineral interests in the Undesignated Blanco-Mesaverde Gas Pool underlying the S% of Section 35, Township 25 North, Range 2 West, N.M.P.M. The unit is to be dedicated to the Hawk Federal Well No. 3, to be recompleted in the subject pool at an orthodox location in the NEXSWX of Section 35. Also to be considered will be the cost of recompleting 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 charge for the risk involved in recompleting the well. The well unit is located approximately 4 miles North of Lindrith, New Mexico. APPLICANT REQUESTS THAT, IN THE ABSENCE OF OBJECTION, THIS MATTER BE TAKEN UNDER ADVISEMENT.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,

James Bruce P/O. Box 1056

Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for MM&O Operating Company