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. 13922

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APPLICATION OF YATES PETROLEUM CORPORATION FOR APPROVAL OF A UNIT AGREEMENT, EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Ms. Janet Richardson Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210-2118 (505) 748.1471

ATTORNEY

William F. Carr, Esq.~Holland & Hart LLPPost Office Box 2208Santa Fe, New Mexico 87504~(505) 988.44215

STATEMENT OF CASE

APPLICANT

Applicant seeks approval of the Recif Unit from the surface to the base of the Canyon (Upper Pennsylvanian) formation in an area comprising 5,207.37 acres of Federal, State of New Mexico, and Fee lands comprised of Sections 30 and 31 of Township 22 South, Range 23 East, and Sections 5 through 8 and 18 and 19 of Township 23 South, Range 23 East, NMPM, Eddy County, New Mexico.

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PROPOSED EVIDENCE

<u>APPLICANT</u>

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WITNESSES (Name and Expertise) ESTIMATED TIME

EXHIBITS

Yates Petroleum Corporation will present this case by affidavit.

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.

William F. ¢arr Attorney for Yates Petroleum Corporation

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