

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 U.S. ENERCORP, LTD. FOR
AN EXCEPTION TO THE WELL DENSITY
REQUIREMENTS OF THE SPECIAL RULES AND
REGULATIONS FOR THE WEST PUERTO CHIQUITO
-MANCOS POOL AND AN UNORTHODOX OIL WELL
LOCATION, RIO ARRIBA COUNTY, NEW MEXICO.

Case No. 14,034

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by U.S. Enercorp, Ltd. as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

U.S. Enercorp, Ltd.
Suite 405
8610 North New Braunfels
San Antonio, Texas 78217

Attention: John Sowell
(210) 829-4888

APPLICANT'S ATTORNEY

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order approving an unorthodox oil well location in the West Puerto Chiquito-Mancos Pool for its proposed Almagre Arroyo 30 Well No. 2, to be drilled at a surface location 2313 feet from the south line and 2602 feet from the east line of Section 30, with an approximate bottom hole location 1000 feet from the north line and 1000 feet from the west line of Section 30, Township 24 North, Range 1 East, NMPM. Lots 1-4, E/2W/2, and E/2 (All) of Section 30 will be dedicated to the well. Applicant further requests that said well be allowed to produce

concurrently with applicant's Almagre Arroyo 30 Well No. 1, which is completed in the West Puerto Chiquito-Mancos Pool at a surface location 2605 feet from the south line and 2400 feet from the west line of Section 30, with a permitted bottom hole location 990 feet from the north line and 990 feet from the west line of Section 30.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
_____ (landman)	15 min.	Approx. 4
J. McConnell (geologist)	15 min.	Approx. 4

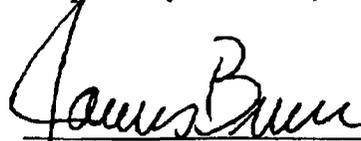
OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>

PROCEDURAL MATTERS

-None-

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for U.S. Enercorp, Ltd.