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 GMT EXPLORATION COMPANY LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 14,196

AMENDED PRE-HEARING STATEMENT

This pre-hearing statement is submitted by GMT Exploration Company LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

GMT Exploration Company LLC Suite 800

1560 Broadway

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OPPONENT

Attention:

OPPONENT'S ATTORNEY

APPLICANT'S ATTORNEY

Santa Fe, New Mexico 87504

James Bruce

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STATEMENT OF THE CASE

APPLICANT

GMT Exploration Company LLC seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the E/2 of Section 28, Township 18 South, Range 34 East, NMPM, to form a standard 320-acre gas spacing and proration unit for any and all formations or pools developed on 320-acre spacing within that vertical extent, including the Undesignated La Rica-Morrow Gas Pool. The unit is to be designated to the NW Raptor 43-28 State Com. Well No. 1, to be drilled at an orthodox gas well location in the NE/4SE/4 of Section 28. Also to be considered will be the cost of drilling and completing 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 200% charge for the risk involved in drilling and completing the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

THIS CASE WILL BE PRESENTED BY AFFIDAVIT.

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

James Bruce

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Respectfully submitted,

Santa Fe, New Mexico 87504

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GMT Exploration Company LLC