

**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 PURPOSES  
OF CONSIDERING:**

**CASE NO. 14291**

**APPLICATION OF WILLIAMS PRODUCTION COMPANY, LLC FOR  
EXCEPTIONS TO THE SPECIAL RULES AND REGULATIONS FOR THE  
BLANCO-MESAVERDE GAS POOL FOR A PILOT PROJECT TO  
DETERMINE THE PROPER WELL DENSITY REQUIREMENTS FOR  
MESAVERDE FORMATION WELLS AND APPROVAL OF UNORTHODOX  
WELL LOCATIONS FOR PROJECT WELLS, SAN JUAN AND RIO ARRIBA  
COUNTIES, NEW MEXICO.**

**REVISED PRE-HEARING STATEMENT**

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

**APPEARANCES OF PARTIES**

**APPLICANT**

Williams Production Company  
c/o Vern Hansen  
One Williams Center  
25th Floor  
P. O. Box 3102  
Tulsa, Oklahoma 74101

**ATTORNEY**

William F. Carr  
Ocean Munds-Dry  
Holland & Hart LLP  
110 N. Guadalupe St. Suite 1  
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**OTHER PARTIES**

Devon Energy Production Company, L. P.

**ATTORNEY**

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Oil Conservation Division

Mikal M. Altomare  
Assistant General Counsel  
Oil Conservation Division  
Department of Energy, Minerals and  
Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505  
(505) 476-3480

### **STATEMENT OF CASE**

#### **APPLICANT**

Applicant seeks exceptions to the Special Rules and Regulations for the Blanco-Mesaverde Gas Pool for a two year Pilot Project in the Rosa Unit Area to be comprised of the following lands located in San Juan and Rio Arriba, Counties, New Mexico:

#### **TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPM**

Sections 1-5: All  
Sections 8-17: All  
Sections 21-26: All

#### **TOWNSHIP 32 NORTH, RANGE 6 WEST, NMPM**

Sections 32-36: All

Applicant also seeks the authorization to drill additional wells on each standard 320-acre gas proration unit in the pilot project area to increase density from the current maximum of four wells as provided by The Special Rules and Regulations for the Blanco-Mesaverde Gas Pool, to a maximum of eight wells (40-acre infill wells) per 320-acre gas proration unit.

### **PROPOSED EVIDENCE**

#### **WITNESSES**

#### **ESTIMATED TIME**

#### **EXHIBITS**

Vern Hansen, Petroleum  
Landman

Approx. 10 minutes

Approx. 5

Margaret Lessenger  
Geologist

Approx. 15 minutes

Approximately 5

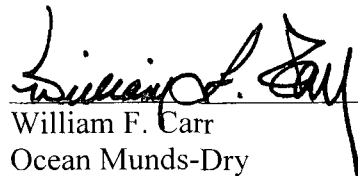
Ken McQueen, Reservoir  
Engineer

Approx. 20 minutes

Approx. 6

**PROCEDURAL MATTERS**

Williams has none at this time.

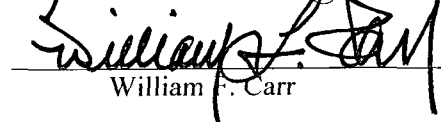
  
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William F. Carr  
Ocean Munds-Dry  
Attorney for Williams Production  
Company

**CERTIFICATE OF SERVICE**

I certify that on March 12, 2009, I served a copy of the foregoing document to the following by Hand Delivery or by Facsimile:

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