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2010 SEP 23 P 4:07

September 23, 2010

Ms. Florene Davidson
New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Hand Delivered

Re: NMOCD Case No. 14548: Application of Blue Dolphin Production LLC for an Unorthodox Well Location and Non-Standard Oil Spacing and Proration Unit, Rio Arriba County, New Mexico

Dear Ms. Davidson:

On behalf of Blue Dolphin Production LLC, enclosed is a Pre-Hearing Statement in the above-referenced case.

Thank you.

Very truly yours,

Karen Williams

Assistant to J. Scott Hall

:kw

Enclosure

cc: Blue Dolphin Production LLC
00220874

REPLY TO:

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**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

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**IN THE MATTER OF THE APPLICATION OF
BLUE DOLPHIN PRODUCTION LLC FOR AN
UNORTHODOX WELL LOCATION AND NON-
STANDARD OIL SPACING AND PRORATION
UNIT, RIO ARRIBA COUNTY, NEW MEXICO.**

Case No. 14548

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Blue Dolphin Production LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANTS

Blue Dolphin Production LLC
2922 Evergreen Parkway, Suite 309
Evergreen, CO 80439-7915

APPLICANT'S ATTORNEY

J. Scott Hall
Montgomery & Andrews
P.O. Box 2307
Santa Fe, New Mexico 87504-2307
(505) 986-2646

OPPONENT

None

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order approving the formation a non-standard oil well spacing and proration unit comprised of $21.0 \pm$ acres located in the approximate equivalent of the E/2 SW/4 NE/4 of projected Section 27, T30N, R1E in Rio Arriba County, New Mexico. The proposed non-standard unit will be dedicated its Theis Greenhorn Test Well No. 1, to be drilled at an unorthodox location to a depth sufficient to test the Greenhorn member of the undesignated Mancos Shale formation, 1643' from the North line and 1575' from the East line of the E/2 SW/4 NE/4 of said projected Section 27.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

Dick Dolecek, Geophysicist

20 minutes

7

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

None.

MONTGOMERY & ANDREWS, P.A.

By: J. Scott Hall

J. Scott Hall, Esq.

Post Office Box 2307

Santa Fe, New Mexico 87504

(505) 982-3873

Attorneys for Blue Dolphin Production LLC

Certificate of Service

I hereby certify that a true and correct copy of the foregoing was delivered to
counsel of record on the _____ day of September, 2010, via electronic mail.

N/A

J. Scott Hall

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