

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

APPLICATION OF GILLESPIE-CROW, INC.
FOR UNIT EXPANSION, STATUTORY UNITIZATION,
AND QUALIFICATION OF THE EXPANDED UNIT
AREA FOR THE RECOVERED OIL TAX RATE AND
CERTIFICATION OF A POSITIVE PRODUCTION
RESPONSE PURSUANT TO THE "NEW MEXICO
ENHANCED OIL RECOVERY ACT," LEA COUNTY,
NEW MEXICO.

CASE NO. 11724

PRE-HEARING STATEMENT

RECEIVED
MAY 9 1997
Oil Conservation Division

APPEARANCES

APPLICANT'S ATTORNEY

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APPLICANT

Gillespie-Crow, Inc.

OPPONENT

Yates Petroleum Corp.
Hanley Petroleum Corp.

OTHER PARTY

Enserch Exploration, Inc.

STATEMENT OF THE CASE

APPLICANT

Expansion of West Lovington Strawn Unit pursuant to the statutory Unitization Act and qualification of expanded acreage for recovered oil tax rate.

OPPONENT

PROPOSED EVIDENCE

Enserch Exploration, Inc. will present evidence in support of and in conjunction with the Unit Operator's application. Proponents will present four witnesses. It is estimated the direct case will take approximately two hours.

PROCEDURAL MATTERS

Disposition of the Enserch Motion to Strike, the Hanley/Yates Motion to Dismiss and the Gillespie-Crow Motion to Restrict Production.

MILLER, STRATVERT & TORGERSON, P.A.

By



J. Scott Hall
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Certificate of Mailing

I hereby certify that a true and correct copy of the foregoing was mailed to counsel of record on the 9th day of May, 1997, as follows:

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