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:

contact person

APPLICATION OF AMOCO PRODUCTION COMPANY FOR A HIGH ANGLE/HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT AND SPECIAL OPERATING RULES THEREFOR, SAN JUAN COUNTY, NEW MEXICO.

CASE NO. 11051

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY	
Amoco Production Company	William F. Carr, Esq Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421	
name, address, phone and contact person		
OPPOSITION OR OTHER PARTY	ATTORNEY	
name, address, phone and		

Pre-hearing Statement NMOCD Case No. 11051 Page 2

STATEMENT OF CASE

<u>APPLICANT</u>

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

Amoco Production Company, applicant, in the above-styled cause, seeks authority to institute a high angle/horizontal directional drilling pilot project in the Blanco-Mesaverde Gas Pool on an existing 320-acre gas spacing and proration unit comprising the E/2 of Section 26, Township 30 North, Range 8 West, which is currently dedicated to its Gartner "A" Well Nos. 8 and 8A located respectively in Units A and P. Applicant proposes to re-enter its Gartner "A" Well No. 8, located at a standard gas well location 990 feet from the North and East lines of Section 26, kick off from the vertical, build a medium radius curve, and drill laterally an undetermined distance. Applicant further proposes to keep the horizontal displacement of said well's producing interval within the allowed 790 foot setback requirement from the outer boundary of said spacing unit.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

Pre-hearing Statement NMOCD Case No. 11051 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Gary Weitz, Landman	5 Min.	Approximately 2
Ira Pasternack, Petroleum Geologist	10 Min.	Approximately 3
J. W. Hawkins, Petroleum Engineer	10 Min.	Approximately 3
Brad Bilyew, Drilling Engineer	10 Min.	Approximately 1
OPPOSITION		
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing)

Amoco will request that Cases 11051, 11052, 11053, 11054, 11055 and 11056 be consolidated for purposes of hearing.

Signature