# 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: The Application of Yates Energy Corportion for Approval of the McGruder Hill Unit Agreement, Eddy County, New Mexico.

CASE NO. 11066

### PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Applicant as required by the Oil Conservation Division.

#### APPEARANCES OF PARTIES

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#### ATTORNEY

Yates Energy Corporation

Ernest L. Padilla PADILLA LAW FIRM, P.A. Post Office Box 2523 Santa Fe, New Mexico 87504-2523 (505) 988-7577

OPPOSITION OR OTHER PARTY

ATTORNEY

No known opposition

# STATEMENT OF CASE

## APPLICANT

Applicant proposes the formation of the McGruder Hill Unit which comprises a logical unit area and will promote orderly development of oil and gas. The unitized interval

of the McGruder Hill Unit shall be all operations below the surface of the earth, and the initial unit well will test the Upper Penn Canyon formation.

### PROPOSED EVIDENCE

## APPLICANT

	WITNESSES	EST. TIME	EXHIBIT
1.	Sharon Hamilton Petroleum Landman	20 minutes	Land Information and Ownership
2.	Kirk Ross Engineer	10 minutes	Geologic Isopack

### PROCEDURAL MATTERS

None

PADILLA LAW FIRM, P.A.

By:

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