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:

CASE NO. 11292

APPLICATION OF ROBERT L. BAYLESS FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by Robert L. Bayless as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY
Robert L. Bayless - Pro Se	-
P.O. Box 168	<u> </u>
Farmington, New Mexico 87499	
505/326-2659	
OPPOSITION OR OTHER PARTY	ATTORNEY
Not Known	Not Known

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STATEMENT OF CASE

APPLICANT

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

Applicant seeks an order of the Oil Conservation Division force-pooling all mineral interests from the surface to the base of the Pictured Cliffs formation underlying the NW/4 of Section 18, Township 24 North, Range 6 West, N.M.P.M., Rio Arriba County, New Mexico, forming a standard 160-acre spacing and proration unit to be dedicated to his Blue Mesa #3 Well to be drilled at a standard gas well location thereon.

Applicant also seeks to be designated as the operator of the well and that he and other joining working interest owners be authorized to recover the costs of drilling, completing, equipping and operating the well, together with an additional 200% charge for the risk associated with drilling and completing the well.

Applicant further requests that he be allowed a reasonable charge for the supervision of the well during the drilling and production stages.

Efforts to obtain the voluntary joinder of certain owners of leasehold operating rights and/or unleased minerals have been unsuccessful.

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.)

NOT KNOWN

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PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

(Name and expertise)

Robert L. Bayless

30 Minutes

- Area Plat/Lease Ownership Plat

- Independent Oil & Gas Producer

- Copies of Correspondence, including Authority for Expenditure and Operating

Agreement

- Proposal for Overhead Rates

- Proposal for Risk Factor

- Notification Letters and

Proof of Service

OPPOSITION

WITNESSES (Name and expertise)

EST. TIME

EXHIBITS

NOT KNOWN

PROCEDURAL MATTERS

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

NONE

TOMMY ROBERTS, Attorney for

Robert L. Bayless

DATED: May 23, 1995