

**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. 11348

APPLICATION OF STRATA PRODUCTION COMPANY
FOR APPROVAL OF AN UNORTHODOX LOCATION,
ROOSEVELT COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES BY PARTIES

APPLICANT

Strata Production Company
Attn: Mark B. Murphy, President
200 West First Street
Roswell Petroleum Building, #700
1216
Roswell, New Mexico 88201

ATTORNEY

Stratton & Cavin, P.A.
Sealy H. Cavin, Jr.
Post Office Box 1216
Albuquerque, New Mexico 87103-
Telephone: (505) 243-5400

OPPOSITION OR OTHER PARTY

ATTORNEY

Applicant is not aware of any opposition as of July 20, 1995.

STATEMENT OF CASE

APPLICANT

Applicant is the operator of the SW/4SW/4 of Section 17, Township 7 South, Range 34 East, N.M.P.M., Roosevelt County, New Mexico and proposes to drill its Alondra No. 1 Well at a location 1213 feet from the South line and 888 feet from the West line of said Section 17. Applicant seeks an exception to the well location requirements of Oil Conservation Division Rule 104 to permit the drilling of the well at the above-described unorthodox location to a depth sufficient to adequately test the Devonian Formation. Approval of this application will result in the production of hydrocarbons which otherwise would not be produced, will protect correlative rights, and will be in the best interest of conservation.

OPPOSITION OR OTHER PARTY

Applicant does not anticipate any opposition to the Application.

PROPOSED EVIDENCE

APPLICANT

<u>WITNESS</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Jo McInerney (Landman)	10 Minutes	2 - 3
Bruce Stubbs (Petroleum Engineer)	10 Minutes	2 - 3
John Worrall (Geologist)	10 Minutes	2 - 3

OPPOSITION

WITNESS

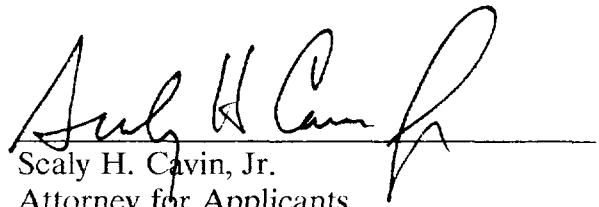
EST. TIME

EXHIBITS

Applicant does not anticipate any opposition at the hearing.

PROCEDURAL MATTERS

Applicant is not aware of any procedural matters which need to be addressed prior to the hearing.

A handwritten signature in black ink, appearing to read "Sealy H. Cavin, Jr.", is written over a horizontal line.

Sealy H. Cavin, Jr.
Attorney for Applicants
Stratton & Cavin, P.A.
Post Office Box 1216
Albuquerque, New Mexico 87103-1216
Telephone: (505) 243-5400