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:

APPLICATION OF ENRON OIL & GAS COMPANY FOR DOWNHOLE COMMINGLING AND A SPECIAL ALLOWABLE, EDDY COUNTY, NEW MEXICO.

CASE 11424

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

Enron Oil & Gas Company
c/o Patrick Tower

Post Office Box 2267 Midland, TX 79702

(915) 686-3758

APPLICANT

ATTORNEY

William F. Carr, Esq.

Campbell, Carr & Berge, P.A.

Post Office Box 2208

Santa Fe, New Mexico 87504

(505) 988-4421

name, address, phone and contact person

OTHER PARTY	ATTORNEY	

name, address, phone and contact person

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STATEMENT OF CASE

APPLICANT

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

Enron Oil & Gas Company, applicant in the above-styled cause, seeks exceptions from the Division General Rule 303(C) to establish an area-wide basis authorization for downhole commingling of Delaware, Bone Spring and Wolfcamp formations production in the wellbores of existing or future wells drilled anywhere within Section 36, Township 22 South, Range 30 East; the S/2 of Section 31, Township 22 South, Range 31 East; Section 1, Township 23 South, Range 30 East; and Section 6, Township 23 South, Range 31 East, said production being from portions of the Southeast Quahada Ridge-Delaware Pool, Los Medanos-Bone Spring Pool and the South Los Medanos-Wolfcamp Pool. Applicant also seeks the establishment of a special allowable for wells commingled within this area based on the top allowable of the shallowest commingled formation i.e., 320 barrels of oil per day for Bone Spring or 187 barrels of oil per day where Delaware is commingled.

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.)

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PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Patrick J. Tower, Landman	10 Min.	Approximately 4
Bruce Insalaco, Geologist	15 Min.	Approximately 6
Randy Cate, Petroleum Engineer	15 Min.	Approximately 6

OTHER PARTY

WITNESSES	EST. TIME	EXHIBITS
(Name and expertise)		

PROCEDURAL MATTERS

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

Signature