STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

ADD -

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF YATES PETROLEUM CORPORATION FOR AMENDMENT OF THE SPECIAL POOL RULES AND REGULATIONS FOR THE NORTH DAGGER DRAW-UPPER PENNSYLVANIAN POOL AND FOR THE CANCELLATION OF OVERPRODUCTION, EDDY COUNTY, NEW MEXICO; AND

CASE NO. 11,525

CASE NO. 11.526

APPLICATION OF YATES PETROLEUM CORPORATION FOR AMENDMENT OF THE SPECIAL POOL RULES AND REGULATIONS FOR THE SOUTH DAGGER DRAW-UPPER PENNSYLVANIAN POOL AND FOR THE CANCELLATION OF OVERPRODUCTION, EDDY COUNTY, NEW MEXICO.

ENTRY OF APPEARANCE AND PRE-HEARING STATEMENT

This entry of appearance and pre-hearing statement is submitted by Mewbourne Oil Company as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT ATTORNEY APPLICANTATTORNEYYates Petroleum CorporationWilliam F. Carr, Esq.105 South Fourth StreetCAMPBELL, CARR & BERGEArtesia, NM 88210Post Office Box 2208Attn: Mr. Robert BullockSanta Fe, NM 87504 (505) 988-4421 OTHER PARTIES ATTORNEY Mewbourne Oil Company James Bruce, Esq. Hinkle, Cox, Eaton, Coffield & Hensley, L.L.P. Post Office Box 2068 Santa Fe, NM 87504-2068 (505) 982-4554 Conoco Inc. W. Thomas Kellahin Kellahin & Kellahin Post Office Box 2265

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(505) 982-4285

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STATEMENT OF CASE

APPLICANT

OTHER PARTY

Mewbourne Oil Company is a working interest owner in the subject areas, and thus is an interested party.

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS

OPPOSITION

WITNESSES

EST. TIME

EXHIBITS

Mewbourne Oil Company does not plan to present a witness at this time.

PROCEDURAL MATTERS

None.

HINKLE, COX, EATON, COFFIELD HENSLEY, L.L.P.

James Bruce Post Office Box 2068 Santa Fe, New Mexico 87504-2068 (505) 982-4554 Pre-hearing Statement NMOCD Case Nos. 11,525 & 11,526 Page 3

CERTIFICATE OF SERVICE ,

I hereby certify that a copy of the foregoing **Entry of Appearance and Pre-Hearing Statement** was delivered by facsimile transmission this 29th day of April 1996, to:

> William F. Carr, Esq. CAMPBELL, CARR & BERGE P.O.Box 2208 Santa Fe, NM 87504 FAX: (505) 983-6043

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James Bruce