

**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. 11897

APPLICATION OF DUGAN PRODUCTION
CORP. FOR COMPULSORY POOLING AND
DOWNHOLE COMMINGLING,
RIO ARRIBA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Dugan Production Corp.

W. Thomas Kellahin, Esq.
Kellahin & Kellahin
Post Office Box 2265
Santa Fe, New Mexico 87504-2265
(505) 982-4285

name, address, phone and
contact person

OPPOSITION OR OTHER PARTY

ATTORNEY

Caulkins Oil Company
c/o P. L. Robinson
1600 Broadway, Suite 1400
Denver, CO 80202
(303) 861-4230

William F. Carr, Esq.
Campbell, Carr, Berge & Sheridan, P.A.
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

name, address, phone and
contact person

STATEMENT OF CASE

APPLICANT

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

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.)

Caulkins Oil Company will appear and present testimony in support of it being designated operator of the S/2 of Section 14, Township 26 North, Range 7 West to be dedicated to its Breech B 781 Well to be drilled to the Mesaverde and Dakota formations at a location 1800 feet from the South line and 1150 feet from the West line of said Section 14.

PROPOSED EVIDENCE

APPLICANT

WITNESSES
(Name and expertise)

EST. TIME

EXHIBITS

OPPOSITION

WITNESSES
(Name and expertise)

EST. TIME

EXHIBITS

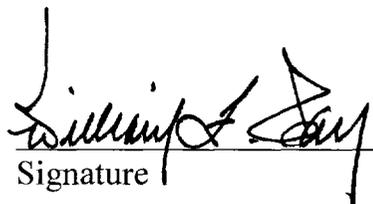
Robert L. Verquer,
Field Superintendent

15 Min.

Approximately 5

PROCEDURAL MATTERS

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


Signature

CERTIFICATE OF MAILING

I hereby certify that on this 5th day of January, 1998 I have caused to be mailed a copy of our Pre-Hearing Statement in the above-captioned cases to the following counsel of record:

W. Thomas Kellahin, Esq.
Kellahin & Kellahin
Post Office Box 2265
Santa Fe, New Mexico 87504



William F. Carr