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. 11993

OIL CUNSTRAINER OF

APPLICATION OF JOHN H. HENDRIX CORPORATION FOR COMPULSORY POOLING, LEA 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

John H. Hendrix Corporation c/o Damian Barrett Post Office Box 3040 Midland, TX 79702-3040 (915) 684-4023 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

INTERESTED PARTY

ATTORNEY

Ann Yeager Hansen	Jim Bruce, Esq.
Henry Hansen	612 Old Santa Fe Trail, Suite B
	Santa Fe, NM 87501
	(505) 982-2043

Pre-hearing Statement NMOCD Case No. 11993 Page 2

STATEMENT OF CASE

<u>APPLICANT</u>

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

John H. Hendrix Corporation, applicant in the above-styled cause, seeks an order pooling all mineral interests in all formations from the top of the Abo formation (approximately 7,000 feet) to the base of the Strawn formation developed on 40-acre spacing underlying the NE/4 NW/4, and in all formations developed on 80-acre spacing underlying the E/2 NW/4, including the Cass-Pennsylvanian Pool, of Section 16, Township 16 South, Range 37 East. This unit is to be dedicated to its Wood State Well No. 4 which will be drilled at a standard location 660 feet from the North line and 2310 feet from the West line (Unit C) of Section 16. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a charge for risk involved in drilling the well.

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.)

Pre-hearing Statement NMOCD Case No. 11993 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS

(Name and expertise)

Damian Barrett, Petroleum Engineer 30 Min. Approximately 12

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 F. Sau

Pre-hearing Statement NMOCD Case No. 11993 Page 4

CERTIFICATE OF SERVICE

I hereby certify that I have caused a true and correct copy of the foregoing Pre-Hearing Statement to be hand-delivered on this day of July, 1998 to the following counsel of record:

James Bruce, Esq. 612 Old Santa Fe Trail Suite B Santa Fe, New Mexico 87501

William F. Carr