

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:

APPLICATIONS OF COSTILLA ENERGY,
INC. FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

Case No. 12,029

Case No. 12,030

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Costilla Energy, Inc.
P.O. Box 10369
Midland, Texas 79702
Attention: Gary L. Winter
(915) 686-6013

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks two orders pooling all formations spaced on 40, 160, and 320 acres, from the surface to the base of the Chester formation, underlying (i) the S¼ §33-16S-26E (Case 12,029), and (ii) the N¼ §33-16S-26E (Case 12,030). There are several interest owners who have not agreed to voluntarily join in applicant's proposed wells.

OPPONENT

PROPOSED EVIDENCE**APPLICANT**

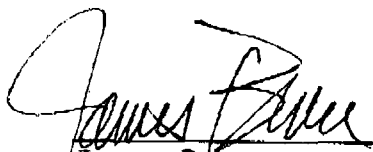
<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Gary L. Winter (landman)	10 min.	1. Land plat 2. Ownership list 3. Correspondence 4. AFE 5. Notice affidavit
Louis Mazzullo (geologist)	10 min.	1. Structure map 2. Production map 3. Isopach

OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

Applicant requests that the two cases be consolidated for hearing.


James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043
Attorney for Costilla Energy, Inc.