

MJ
11-30-99

**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. 12297

APPLICATION OF DAVID H. ARRINGTON OIL AND GAS, INC.
FOR COMPULSORY POOLING
EDDY COUNT, NEW MEXICO.

OIL CONSERVATION DIV.
99 NOV 24 PM 2:57

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

David H. Arrington Oil & Gas, Inc.
Attn: Dale Douglas
P.O. Box 2071
Midland, TX 79702
(915) 682-6685
name, address, phone and
contact person

ATTORNEY

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

OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 28, Township 20 South, Range 24 East, in the following manner: a) the W/2 for all formation and /or pools developed on 320-acre spacing within the vertical extent including the Undesignated Foster Ranch-Morrow Gas Pool; (b) the SW/4 for all formations and/or pools developed on 160-acre spacing within that vertical extent; (c) the N/2 SW/4 for all formations and/or pools developed on 80-acre spacing; within that vertical extent; and (d) the NE/4 SW/4 for all formations and/or pools developed on 40-acre spacing within that vertical extent. Applicant proposes to dedicate these pooled units to its Orange Stimulator Caddis Federal Com Well No. 1 to be drilled at a standard gas well location 1650 feet from the South line and 1980 feet from the West line (Unit K) of Section 28. 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 operator of the well and a charge for risk involved in drilling the well. The area is located approximately 20 miles southeast of Hope, New Mexico.

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.)

PROPOSED EVIDENCE

APPLICANT

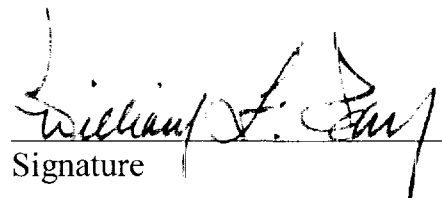
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Dale Douglass (Landman)	15 Min.	Approx. 6
Bill Baker (Geology)	10 Min.	Approx. 3

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
-----------------------------------	-----------	----------

PROCEDURAL MATTERS

None at this time.



Signature