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. 12373

00 APR 14 PM 12: 53

OIL CONSERVATION DIV

**APPLICATION OF YATES PETROLEUM CORPORATION
FOR APPROVAL OF AN UNORTHODOX WELL LOCATION,
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

Yates Petroleum Corporation
Attn: Chuck Moran
105 South Fourth Street
Artesia, New Mexico 88210
(505) 982-1935
    name, address, phone and
    contact person
	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 in the above-styled cause seeks authorization to drill its Caprock "AVD" State Well #1 to the Atoka-Morrow and the Mississippian formations, Bagley Permo-Penn North Gas Pool, at an unorthodox well location 660 feet from the North line and 510 feet from the East line (Unit A) of Section 13, Township 11 South, Range 32 East, N.M.P.M., Lea County, New Mexico. The E/2 of Section 13 is to be dedicated to said well. Said unit is located approximately 2 miles Southeast of Caprock, 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.)
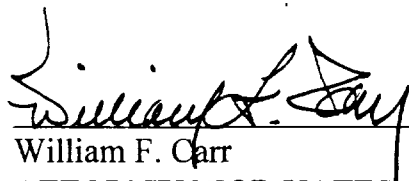
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Chuck Moran (Landman)	10 Min.	Approx. 6
Tim Miller (Geologist)	10 Min.	Approx. 2

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.

William F. Carr
ATTORNEY FOR YATES
PETROLEUM CORPORATION