

**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. 12394**

**APPLICATION OF ARCO PERMIAN FOR  
AMENDMENT OF SURFACE COMMINGLING  
DIVISION ORDER PCL-143,  
EDDY COUNTY, NEW MEXICO.**

**OIL CONSERVATION DIV.  
NO. 12394  
00 APR 28 PM 12:54**

**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**

ARCO Permian/ARCO Oil & Gas  
Attn: Dennis A. Braaten  
Post Office Box 1610  
Midland, TX 79702  
(915) 688-5774

**ATTORNEY**

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

**OPPOSITION OR OTHER PARTY**

**ATTORNEY**

**STATEMENT OF CASE**

APPLICANT

Applicant seeks an exception to Division Rule 309-B.A. (5)(b) to amend Division Order PLC-143 to permit surface commingling by well test for the Red Lake `3' Federal Lease (Federal Lease No. LC-028805-B) , SW/4 NW/4 of Section 3; Vermillion `3' Federal Lease (Federal Lease No. LC-055465-B), SE/4 NW/4 of Section 3; West Red Lake `4' Federal Lease (Federal Lease No. LC-065478-A), N/2 NW/4 of Section 4; and Lago Rosa `4' Federal Lease (Federal Lease No., NMNM-29280) NW/4, SW/4 of Section 4; all in Township 18 South, Range 27 East, Eddy County, New Mexico. Said leases are approximately 8 miles southeast of Artesia, New Mexico.

**PROPOSED EVIDENCE**

APPLICANT

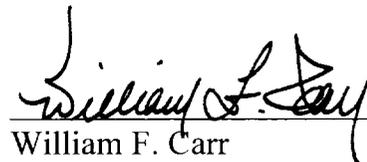
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Lee Scarborough (Landman)	10 Min.	Approx. 2
Dennis Braaten (Petroleum Engineer)	15 Min.	Approx. 6

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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**PROCEDURAL MATTERS**

ARCO Permian/ARCO Oil & Gas has none at this time.



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William F. Carr  
ARCO Permian/ARCO Oil & Gas