

WJ
5-26-00

**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. 12410

**APPLICATION OF BK EXPLORATION CORPORATION
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

OIL CONSERVATION DIV.
MAY 26 PM 12:14

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

BK Exploration Corporation
Attn: Brad Burks
810 South Cincinnati, Suite 208
Tulsa, OK 74119
(918) 582-3855

ATTORNEY

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

STATEMENT OF CASE

APPLICANT

Application of BK Exploration Corporation for compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Delaware formation underlying the SE/4 NE/4 of Section 34, Township 23 South, Range 28 East, NMPM, for all formations developed on 40-acre spacing. Applicant proposes to dedicate these pooled units to its Pardue "34" Well No. 1, located 2310 feet from the North line and 660 feet from the East line (Unit H) of said Section 34 which it proposes to re-entered and recompleted in the East Loving-Brushy Canyon Pool. Also to be considered will the cost of drilling and completing said 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 said well. Said area is located approximately 2 miles south of Loving, New Mexico.

PROPOSED EVIDENCE

APPLICANT

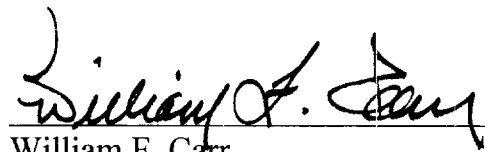
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Brad Burks (Petroleum Engineer)	Approx. 15 min.	Approx. 8

OPPOSITION

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

PROCEDURAL MATTERS

BK Exploration Corporation has none at this time.



William F. Carr