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. 12487

APPLICATION OF TEXACO EXPLORATION AND PRODUCTION, INC. FOR AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

60 AUG 35 AN II: 03

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

Texaco Exploration and Production, Inc. Attn: Mike Mullins

P.O. Box 3109 Midland, TX 79702

(915) 688-4488

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

Pre-hearing Statement NMOCD Case No. 12487 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks authorization to drill a well to the Wolfcamp formation, Undesignated Big Sinks-Wolfcamp Gas Pool, at an unorthodox well location 250 feet from the South line and 1980 feet from the East line (Unit O) of Section 3, Township 25 South, Range 31 East, N.M.P.M., Eddy County, New Mexico. Lots 1 and 2, the S/2 NE/4 and the SE/4 (E/2 Equivalent) of said Section 3 is to be dedicated to said well forming a standard 319.38 gas spacing and proration unit. Said unit is located approximately 32 miles southeast of Loving, New Mexico.

Pre-hearing Statement NMOCD Case No. 12487 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
Mike Mullins (Landman)	Approx. 15 min.	Approx. 4
Robert Martin (Geologist)	Approx. 10 min.	Approx. 3

PROCEDURAL MATTERS

Texaco Exploration and Production, Inc. has none at this time.

William F. Carr

ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION, INC.