

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:

APPLICATION OF ELAND ENERGY, INC.  
FOR COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

No. 12742

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Eland Energy, Inc.  
Suite 400  
8150 North Central Expressway  
Dallas, Texas 75206  
Attention: Kyle D. Wood  
(214) 368-6100

APPLICANT'S ATTORNEY

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

OTHER PARTY

OTHER PARTY'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the base of the Abo formation to the base of the Ordovician formation underlying the W½ of Section 3, Township 9 South, Range 26 East, NMPM, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent. The unit is to be dedicated to applicant's Federal IX Com. Well No. 3, to be drilled at an orthodox location in the SW¼SW¼ of Section 3. There is one interest owner who has not agreed to join in the well.

OTHER PARTY

**PROPOSED EVIDENCE**

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Kyle D. Wood (landman)	15 Min.	(a) Land plat (b) Correspondence (c) AFE (d) Notice affidavit
_____ (geologist)	15 min.	(a) Structure map (b) Isopach (c) Cross sections

OTHER PARTY

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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**PROCEDURAL MATTERS**

-None-

Respectfully submitted,

  
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James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for Eland Energy, Inc.