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. 10285

APPLICATION OF AMERICAN HUNTER EXPLORATION, LTD. FOR A HIGH ANGLE/ HORIZONTAL/DIRECTIONAL DRILLING PILOT PROJECT, SPECIAL OPERATING RULES THEREFOR, AND A NON-STANDARD OIL PRORATION UNIT, RIO ARRIBA COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by BENSON-MONTIN-GREER DRILLING CORP. as required by the Oil Conservation Division.

APR 1 2 1991

OIL CONSERVATION DIV.

SANTA FE

APPEARANCE OF PARTIES

APPLICANT (name, address, phone and contact person)

American Hunter Exploration, Ltd.

William F. Carr CAMPBELL & BLACK, P.A. P.O. Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

OPPOSITION OR OTHER PARTY (name, address, phone and contact person)

Benson-Montin-Greer Drilling Corp. 221 Petroleum Center Bldg. P.O. Box 2265 Farmington, NM 87401 Attn: Albert R. Greer (505) 325-8874

ATTORNEY

ATTORNEY

W. Thomas Kellahin KELLAHIN, KELLAHIN & AUBREY Santa Fe, New Mexico 87504 (505) 982-4285

STATEMENT OF CASE

APPLICANT

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(Please make a concise statement of what is being sought with this application and the reasons therefore.)

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.)

Benson-Montin-Greer Drilling Corp. opposes the applicant's request in this case.

PROPOSED EVIDENCE

APPLICANT

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WITNESSES	EST. TIME	EXHIBITS
(name and expertise)		

OPPOSITION

WITNESSES EST. TIME EXHIBITS (name and expertise)

Unknown.

PROCEDURAL MATTERS

1

(Please identify any procedural matters which need to be resolved prior to the hearing)

KELLAHIN, KELLAHIN & AUBREY

۲ By: W. Thomas Kellahin

P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285

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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.	10285
	110.	10205

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APPLICATION OF AMERICAN HUNTER EXPLORATION, LTD. FOR A HIGH ANGLE/	RECEIVED
HORIZONTAL/DIRECTIONAL DRILLING PILOT	AFR 21 1941
PROJECT, SPECIAL OPERATING RULES THEREFOR, AND A NON-STANDARD OIL	OIL CONSERVATION DIVISION
PRORATION UNIT, RIO ARRIBA, NEW MEXICO. 👔	

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell & Black, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

American Hunter Exploration, Ltd. c/o Jim Lister 410 17th Street, Suite 1220 Denver, Colorado 80202 (303) 825-5212

name, address, phone and contact person

OPPOSITION OR OTHER PARTY

Benson-Montin-Greer Drilling Corp. 221 Petroleum Center Building_____ Farmington, New Mexico 87401____

(505) 325-8874_____

name, address, phone and contact person

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

ATTORNEY

W. Thomas Kellahin Kellahin, Kellahin & Aubrey Post Office Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285

STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

American Hunter Exploration, Ltd., applicant in the above-captioned cause, seeks the formation of a 640-acre non-standard oil spacing and proration unit in the East Puerto Chiquito-Mancos Oil Pool comprising all of Section 8, Township 27 North, Range 1 East, for the purpose of initiating a high angle/horizontal directional drilling pilot project. Applicant proposes to commence its Jicarilla 8-I Well No. 1 to be located at a standard location 2000 feet from the South line and 500 feet from the East line (Unit I) of said Section 8, drill vertically to a depth of approximately 2300 feet, evaluate the pay zone, plug-back to an appropriate depth and kick-off in a westerly direction, build angle to approximately 2,000 feet. Applicant further requests that special operating provisions be established for said project area including the designation of a prescribed area limiting the horizontal extent of said wellbore to a target window described as a rectangle 1250 to 2750 feet from the South line and 500 to 3000 feet from the East line of said Section 8. Also to be considered will be special allowable provisions for a quadruple sized oil proration unit for this pool.

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
Ivan Kercher, Land	10 Min.	Approximately 4
James C. Lister, Geologist	10 Min.	Approximately 3
Jim Artindale, Reservoir Engineer	15 Min.	Approximately 4
Alex Bondarchuk, Drilling	10 Min.	Approximately 3

OPPOSITION

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing)

American Hunter Exploration, Ltd. has requested that the portion of this case concerning its Jicarilla 6A Well be continued for four weeks and will request that this case be consolidated with Cases 10286, 10300 and 10302.

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