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RE .50
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April 24, 1992

The New Mexico Oil Conservation Division
State Land Office Building
310 Old Santa Fe Trail
Santa Fe, NM 87504

Re: Case No. 10468 - Pre-Hearing Statement of Ultramar Oil and Gas
Limited for Compulsory Pooling, Lea County, New Mexico

Gentlemen:

Enclosed in triplicate is the Pre-Hearing Statement in connection with the above-referenced matter which is scheduled for hearing on April 30, 1992. If you have any questions, please let me know.

Yours very truly,

KEMP, SMITH, DUNCAN & HAMMOND, P.C.

By:

J. Randy Turner

JRT:lf
Enclosures

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. 10468

APPLICATION OF

ULTRAMAR OIL AND GAS LIMITED
for Compulsory Pooling, Lea
County, New Mexico

RECEIVED

47 1990

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This prehearing statement is submitted by Ultramar Oil and Gas Limited
as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Ultramar Oil and Gas Limited

16825 Northchase, Suite 1200

Houston, Texas 77060

Attn: Bo Blue

name, address, phone and
contact person

OPPOSITION OR OTHER PARTY

None

name, address, phone and
contact person

ATTORNEY

J. Randy Turner

Kemp, Smith, Duncan & Hammond, P.C.

P. O. Box 2796

Midland, Texas 79702-2796

ATTORNEY

None

STATEMENT OF CASE

APPLICANT

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

Applicant seeks an order for compulsory pooling of all mineral interests in the Morrow Formation underlying the E/2 of Section 16, T-21-S, R-35-E, N.M.P.M., Lea County, New Mexico. This unit is to be dedicated to Applicant's existing P. Q. Osudo State Com. Well No. 1 which was drilled in 1989 at a standard gas well location, 1980' FNL and 1980' FEL of said Section.

Compulsory pooling has been required because Millard Deck Oil Company, an owner of a record title interest only with no ownership interest in any of the operating rights in the unit, refuses to execute the Communization Agreement which is required by the State of New Mexico.

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

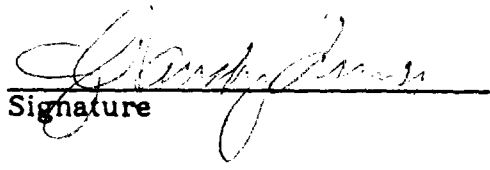
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Randy Turner, Attorney	10 minutes	- notice letters - land plats

OPPOSITION

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

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



Signature