THE CONCESS OF THE STORY OFFICES CARROLL, R. A.

ERNEST L.CARROLL
JOEL M.CARSON
DEAN B.CROSS
JAMES E.HAAS
A.J.LOSEE

MARY LYNN BOGLE

300 YATES PETROLEUM BUILDING

SPO. DRAWER 239

ARTESIA, NEW MEXICO 88211-0239

TELEPHONE (505) 746-3505 TELECOPY (505) 746-6316

May 20, 1994

VIA FACSIMILE AND FIRST CLASS MAIL

Mr. William J. LeMay, Director New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

Re: In the Matter of the Application of Harvey E. Yates Company for Compulsory Pooling, No. 10976

Dear Mr. LeMay:

I am enclosing herewith in triplicate HEYCO's Prehearing Statement for filing in the above-referenced matter.

Thank you for your assistance.

Very truly yours,

LOSEE, CARSON, HAAS & CARROLL, P.A.

Same I I Come

Ernest L. Carroll

ELC:kth Enclosures

xc w/encl: Shari Darr, HEYCO Tom Kellahin, Esq.

BEFORE THE OIL CONSERVATION DIVISION

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF : HARVEY E. YATES COMPANY FOR COMPULSORY : POOLING, EDDY COUNTY, NEW MEXICO :

CASE NO. 10976

PREHEARING STATEMENT

This prehearing statement is submitted by Harvey E. Yates Co., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Harvey E. Yates Company
P. O. Box 1933
Roswell, New Mexico 88201
(505)623-6601

Ernest L. Carroll Losee, Carson, Haas & Carroll, P.A. P. O. Drawer 239 Artesia, New Mexico 88211-0239 (505)746-3505

OPPOSITION OR OTHER PARTY

ATTORNEY

See attached Exhibit "A"

STATEMENT OF CASE

APPLICANT

Applicant has the right to drill its Cedar 32 State Com #1, which is to be located in the E/2 of Section 32, Township 17 South, Range 31 East, N.M.P.M., Eddy County, New Mexico. Said well shall be located 1,980' from the North line and 660' from the East line of said Section 28. Applicant seeks to form a 320-acre spacing unit for the well, which will be drilled to test the Morrow formation. Applicant has dedicated Section 32 to this well, and there are interest owners who have not agreed to pool their interest. Applicant should be designated operator of the well and proration unit.

OPPOSITION OR OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Shari Darr, Landman	10	3
Larry Brooks, Geologist	20	4
<u>OPPOSITION</u>		

Unknown

LOSEE, CARSON, HAAS & CARROLL, P.A.

Bv:

Ernest L. Carroll P. O. Drawer 239

Artesia, New Mexico 88211-0239

(505) 746-3505

Attorneys for Applicant, Harvey E. Yates Co.

EXHIBIT "A"

<u>PARTIES</u>		<u>ATTO</u>	RNEYS	WAIVER
Oxy U.S.A., Inc. P. O. Box 50250 Midland, TX 79710	W.	Thomas	Kellahin	
Robert & Nancy Hanagan P. O. Box 1887 Santa Fe, NM 87504				
Mrs. Cykeitha Boyse 1811 Runyan Artesia, NM 88210				Yes
Mrs. Golden Anderson Route 8, Box 343 101 Hillcrest Drive Benton, KY 42025-8835				
Wesley Borden Aaron 8561 E. Ruby Drive Tuscon, AZ 85730-2033				Yes
Gerald F. Roach 5607 Valley Meadow Arlington, TX 76016				
Mr. John W. Aaron 6656 Ranchito Ave. Van Nuys, CA 91405				Yes
Margaret Austin 26716 Honey Creek Rd. Rancho Palos Verde, CA	90274			
Lucy McCarley 4027 Dorcas Drive Nashville, TN 37215				Yes
Nancy Carter 1306 13th Imperial Beach, CA 923	02			
Jimmie R. Parker, Jr. P. O. Box 2000 Midland, TX 79702				Yes
James H. Yates, Inc. Colkelan Corporation 906 S. St. Francis Dr. Suite C Santa Fe, NM 87501				Yes

Warfield Associates Yes P. O. Box 60010 Midland, TX 79711 Olin E. Groves Yes 2507 Cimmaron Midland, TX 79705 Sally Meader-Roberts Yes 704 Delmar Midland, TX 79702 Yes Rodney O. Thompson 16714 N.E. 107th Redmond, Washington 98052 Yes Yates Energy Corp. P. O. Box 2323 Roswell, NM 88202

Yates McMinn Drilling Venture 1984-2 P. O. Box 2323 Roswell, NM 88202

Jalapeño Corporation P. O. Box 1608 Albuquerque, NM 87103