IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS. 10653 and 10773 (Consolidated)

APPLICATION OF ARMSTRONG ENERGY CORPORATION FOR SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO.

APPLICATION OF ARMSTRONG ENERGY CORPORATION FOR POOL EXTENSION AND ABOLISHMENT, LEA COUNTY, NEW MEXICO.

JAN

PRE-HEARING STATEMENT

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

APPLICANT	ATTORNEY
Armstrong Energy Corporation c/o Robert G. Armstrong Post Office Box 1973	William F. Carr, Esq. Campbell, Carr, Berge & Sheridan, P.A Post Office Box 2208
Roswell, NM 88202	Santa Fe, New Mexico 87504(505) 988-4421
OPPOSITION OR OTHER PARTY	ATTORNEY
name, address, phone and contact person	

Pre-hearing Statement NMOCD Case Nos. 10653 and 10773 (Consolidated) Page 2

STATEMENT OF CASE

APPLICANT

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

Armstrong Energy Corporation, applicant in the above-captioned cause, seeks to abolish the Quail Ridge-Delaware Pool comprising the SE/4 of Section 3, SE/4 of Section 4, NE/4 of Section 9, N/2 and SW/4 of Section 10, all in Township 20 South, Range 34 East and the concomitant extension of the horizontal limits of the Northeast Lea-Delaware Pool to include all of the above-described acreage plus the SE/4 of said Section 3. Applicant also seeks an order promulgating special rules and regulations for the Northeast Lea-Delaware Pool including a provision for a special oil allowable of 300 barrels of oil per day.

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.)

Pre-hearing Statement NMOCD Case Nos. 10653 and 10773 (Consolidated) Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Mike Bohling, Geologist	30 Min.	Approximately 9
Bruce Stubbs, Petroleum Engineer	1 Hr.	Approximately 1

OPPOSITION

WITNESSES	EST. TIME	EXHIBITS
(Name and expertise)		

PROCEDURAL MATTERS

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

Armstrong Energy Corporation will request that Cases 10653 and 10773 be consolidated for purposes of testimony.

William F. Carr

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION FOR THE PURPOSE OF CONSIDERING:

JAN 1 0 1901

APPLICATION OF ARMSTRONG ENERGY CORPORATION FOR SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO

NO. 10653 (de novo)

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Read & Stevens, Inc. as required by the Oil Conservation Commission.

APPEARANCES OF PARTIES

APPLICANT ATTORNEY

Armstrong Energy Corp. William F. Carr

OPPOSITION OR OTHER PARTY ATTORNEY

Read & Stevens, Inc. P.O. Box 1518 Roswell, NM 88201 Attn: John Maxey

James Bruce, Esq.
HINKLE, COX, EATON, COFFIELD
& HENSLEY
Post Office Box 2068
Santa Fe, New Mexico 87504
(505) 982-4554

STATEMENT OF CASE

<u>APPLICANT</u>

OPPOSITION OR OTHER PARTY

Read & Stevens, Inc. asserts that the requested 300 barrel per day allowable will result in undue drainage of offsetting acreage, thereby harming the correlative rights of Read & Stevens, Inc.

PROPOSED EVIDENCE

<u>APPLICANT</u>

WITNESSES	EST. TIME	EXHIBITS
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OPPOSITION

	WITNESSES	EST. TIME	EXHIBITS
1.	John Maxey (Engineer)	15 minutes	Approximately two
2.	(Geologist)	10 minutes	Structure map and isopach

PROCEDURAL MATTERS

HINKLE, COX, EATON, COFFIELD & HENSLEY

Bv.

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

(505) 982-4554

Attorneys for Santa Fe Energy Operating Partners, L.P.

CERTIFICATE OF SERVICE

I hereby that the foregoing **Pre-Hearing Statement** was transmitted by facsimile transmission on this $\frac{1}{\sqrt{2}}$ day of January, 1994, to:

William F. Carr

James Bruce

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION FOR THE PURPOSE OF CONSIDERING:

JAN I Û JOHA

APPLICATION OF ARMSTRONG ENERGY CORPORATION FOR SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO

NO. 10653 (de novo)

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Read & Stevens,
Inc. as required by the Oil Conservation Commission.

APPEARANCES OF PARTIES

APPLICANT ATTORNEY

Armstrong Energy Corp. William F. Carr

OPPOSITION OR OTHER PARTY ATTORNEY

Read & Stevens, Inc. P.O. Box 1518 Roswell, NM 88201 Attn: John Maxey

James Bruce, Esq.
HINKLE, COX, EATON, COFFIELD
& HENSLEY
Post Office Box 2068
Santa Fe, New Mexico 87504

(505) 982-4554

STATEMENT OF CASE

APPLICANT

OPPOSITION OR OTHER PARTY

Read & Stevens, Inc. asserts that the requested 300 barrel per day allowable will result in undue drainage of offsetting acreage, thereby harming the correlative rights of Read & Stevens, Inc.

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. T	IME EXHIBITS
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OPPOSITION

	WITNESSES	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

HINKLE, COX, EATON, COFFIELD & HENSLEY

Βv

James Bruce

Post Office Box 2068

santa Fe, New Mexico 87504-2068

(505) 982-4554

Attorneys for Santa Fe Energy Operating Partners, L.P.

CERTIFICATE OF SERVICE

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William F. Carr

James Bruce

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

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APPLICATION OF ARMSTRONG ENERGY CORPORATION FOR POOL EXTENSION AND ABOLISHMENT, LEA COUNTY, NEW MEXICO.

JAN

PRE-HEARING STATEMENT

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

APPLICANT	ATTORNEY
Armstrong Energy Corporation c/o Robert G. Armstrong	William F. Carr, Esq Campbell, Carr, Berge & Sheridan, P.A
Post Office Box 1973	Post Office Box 2208
Roswell, NM 88202	Santa Fe, New Mexico 87504
name, address, phone and contact person	(505) 988-4421
OPPOSITION OR OTHER PARTY	ATTORNEY
name, address, phone and	
contact person	

Pre-hearing Statement NMOCD Case Nos. 10653 and 10773 (Consolidated) Page 2

STATEMENT OF CASE

APPLICANT

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

Armstrong Energy Corporation, applicant in the above-captioned cause, seeks to abolish the Quail Ridge-Delaware Pool comprising the SE/4 of Section 3, SE/4 of Section 4, NE/4 of Section 9, N/2 and SW/4 of Section 10, all in Township 20 South, Range 34 East and the concomitant extension of the horizontal limits of the Northeast Lea-Delaware Pool to include all of the above-described acreage plus the SE/4 of said Section 3. Applicant also seeks an order promulgating special rules and regulations for the Northeast Lea-Delaware Pool including a provision for a special oil allowable of 300 barrels of oil per day.

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.)

Pre-hearing Statement NMOCD Case Nos. 10653 and 10773 (Consolidated) Page 3

PROPOSED EVIDENCE

APPLICANT

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Bruce Stubbs, Petroleum Engineer	1 Hr.	Approximately 1

OPPOSITION

WITNESSES	EST. TIME	EXHIBITS
(Name and expertise)		

PROCEDURAL MATTERS

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

Armstrong Energy Corporation will request that Cases 10653 and 10773 be consolidated for purposes of testimony.

William F. Carr

RECEIVED

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

MAR 1 4 1995

Oil Conservation Division

CASE NO. 10653

IN THE MATTER OF CASE NO. 10653 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9842-A, WHICH ORDER PROVIDED FOR AN INCREASE IN ALLOWABLE TO 300 BOPD FOR THE NORTHEAST LEA-DELAWARE POOL, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by MALLON OIL COMPANY as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

OTHER PARTY

ATTORNEY

Armstrong Energy Corporation

William F. Carr. Esq. P. O. Box 2208 Santa Fe, New Mexico 87504

OTHER PARTY

ATTORNEY

Mallon Oil Company 18th street Suite 2750 Denver, Colorado 80202-1927

Attn: Randy Stalcup (303) 572-1511

W. Thomas Kellahin KELLAHIN AND KELLAHIN P.O. Box 2265 Santa Fe, NM 87504 (505) 982-4285

STATEMENT OF CASE

OTHER PARTY

Mallon Oil Company will present testimony in support of adopting the Temporary Special Pool Rules for the Northeast Lea-Delaware Pool on a permanent basis.

PROPOSED EVIDENCE

OPPOSITION

EST. TIME **EXHIBITS WITNESSES**

15-20 Min. 4-5 Ray Jones (Petroleum Engineer)

PROCEDURAL MATTERS

None

KELLAHIN AND KELLAHIN

W. Thomas Kellahin

P.O. Box 2265

By:

Santa Fe, New Mexico 87504

(505) 982-4285

RECEIVED

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

MAR 1 4 1995

Oil Conservation Division

CASE NO. 10653

IN THE MATTER OF CASE NO. 10653 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9842-A, WHICH ORDER PROVIDED FOR AN INCREASE IN ALLOWABLE TO 300 BOPD FOR THE NORTHEAST LEA-DELAWARE POOL, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by MALLON OIL COMPANY as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

OTHER PARTY

ATTORNEY

Armstrong Energy Corporation

William F. Carr. Esq. P. O. Box 2208 Santa Fe, New Mexico 87504

OTHER PARTY

ATTORNEY

Mallon Oil Company 18th street Suite 2750 Denver, Colorado 80202-1927

Attn: Randy Stalcup (303) 572-1511

W. Thomas Kellahin KELLAHIN AND KELLAHIN P.O. Box 2265 Santa Fe, NM 87504 (505) 982-4285

STATEMENT OF CASE

OTHER PARTY

Mallon Oil Company will present testimony in support of adopting the Temporary Special Pool Rules for the Northeast Lea-Delaware Pool on a permanent basis.

PROPOSED EVIDENCE

OPPOSITION

WITNESSES EST. TIME EXHIBITS

Ray Jones (Petroleum Engineer) 15-20 Min. 4-5

PROCEDURAL MATTERS

None

KELLAHIN AND KELLAHIN

W. Thomas Kellahin

P.O. Box 2265

Santa Fe, New Mexico 87504

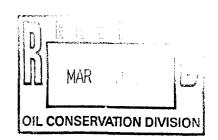
(505) 982-4285

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

contact person

CASE NO. 10653

IN THE MATTER OF CASE NO. 10653 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9842-A, WHICH ORDER PROVIDED FOR AN INCREASE IN ALLOWABLE TO 300 BOPD FOR THE NORTHEAST LEA- DELAWARE POOL, IN EDDY COUNTY, NEW MEXICO.



PRE-HEARING STATEMENT

This prehearing statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPLICANT	ATTORNEY
name, address, phone and contact person	
OPPOSITION OR OTHER PARTY	ATTORNEY
Armstrong Energy Corporation	William F. Carr, Esq.
Post Office Box 1973	Campbell, Carr, Berge & Sheridan
Roswell, NM 88202	Post Office Box 2208
Attn: Robert G. Armstrong	Santa Fe, New Mexico 87504
(505) 623-8726	(505) 988-4421

STATEMENT OF CASE

APPLICANT

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.)

Armstrong Energy Corporation, will present testimony in support of adopting the Temporary Special Pool Rules for the Northeast Lea-Delaware Pool on a permanent basis.

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME **EXHIBITS** (Name and expertise)

OPPOSITION EST. TIME WITNESSES **EXHIBITS** (Name and expertise) Approximately 7 Mike Boling, Geologist 20 Min. Bruce Stubbs, Petroleum Engineer Approximately 1 30 Min.

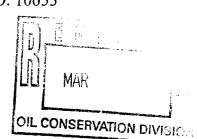
PROCEDURAL MATTERS

Armstrong Energy Corporation will request that this case be consolidated for purposes of hearing with Case 10225.

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 10653

IN THE MATTER OF CASE NO. 10653 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9842-A, WHICH ORDER PROVIDED FOR AN INCREASE IN ALLOWABLE TO 300 BOPD FOR THE NORTHEAST LEA- DELAWARE POOL, IN EDDY COUNTY, NEW MEXICO.



PRE-HEARING STATEMENT

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APPLICANT	ATTORNEY
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STATEMENT OF CASE

APPLICANT

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.)

Armstrong Energy Corporation, will present testimony in support of adopting the Temporary Special Pool Rules for the Northeast Lea-Delaware Pool on a permanent basis.

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS (Name and expertise)

OPPOSITION

WITNESSES (Name and expertise)

Mike Boling, Geologist 20 Min. Approximately 7

Bruce Stubbs, Petroleum Engineer 30 Min. Approximately 1

PROCEDURAL MATTERS

Armstrong Energy Corporation will request that this case be consolidated for purposes of hearing with Case 10225.

Signature

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

contact person

CASE NO. 10653

IN THE MATTER OF CASE NO. 10653 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-9842-A, WHICH ORDER PROVIDED FOR AN INCREASE IN ALLOWABLE TO 300 BOPD FOR THE NORTHEAST LEA- DELAWARE POOL, IN EDDY COUNTY, NEW MEXICO.



PRE-HEARING STATEMENT

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OPPOSITION OR OTHER PARTY	ATTORNEY
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STATEMENT OF CASE

APPLICANT

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.)

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PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS (Name and expertise)

OPPOSITION

WITNESSES EST. TIME EXHIBITS (Name and expertise)

Mike Boling, Geologist 20 Min. Approximately 7

Bruce Stubbs, Petroleum Engineer 30 Min. Approximately 1

PROCEDURAL MATTERS

Armstrong Energy Corporation will request that this case be consolidated for purposes of hearing with Case 10225.

Signature