

**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:**

*ms.*

RECEIVED  
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OIL CONSERVATION DIVISION

**CASE NO. 12923**

**APPLICATION OF YATES PETROLEUM  
CORPORATION FOR APPROVAL OF A UNIT  
AGREEMENT AND AN UNORTHODOX GAS  
WELL LOCATION, LEA COUNTY, NEW  
MEXICO.**

**PRE-HEARING STATEMENT**

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

**APPEARANCES OF PARTIES**

**APPLICANT**

Yates Petroleum Corporation  
Mr. Randy Patterson  
105 South Fourth Street  
Artesia, New Mexico 88210-2118  
(505) 748.1471

**ATTORNEY**

William F. Carr, Esq.  
Holland & Hart LLP  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
(505) 988.4421

**STATEMENT OF CASE**

**APPLICANT**

Applicant seeks approval of the Calfrope State Exploratory Unit for an area comprising 1,560 acres of State of New Mexico lands located in SW/4, W/2 NW/4 and SE/4 NW/4 of Section 28, and all of Sections 29 and 32 of Township 15 South, Range 34 East,

NMPM, and approval of an unorthodox gas well location for the initial test well on the unit at a location 2068 feet from the South line and 610 feet from the west line of said Section 28. The proposed unit is located approximately 10 miles northwest of Lovington, New Mexico.

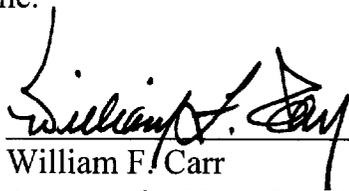
**PROPOSED EVIDENCE**

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Bill Owen (Land)	Approx. 15 Minutes	Approx. 6
Keith McKamey (Geology)	Approx. 10 Minutes	Approx. 2

**PROCEDURAL MATTERS**

Yates Petroleum Corporation has none at this time.

  
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William F. Carr  
Attorney for Yates Petroleum Corporation

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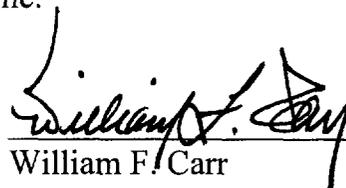
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