STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF ARMSTRONG ENERGY CORPORATION FOR COMPULSORY POOLING, CHAVES COUNTY, NEW MEXICO.

CASE NO. 24163

PRE-HEARING STATEMENT

Armstrong Energy Corporation ("Armstrong" or "Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division ("Division").

APPEARANCES

APPLICANT ATTORNEYS

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INTERESTED PARTIES ATTORNEYS

None at this time.

STATEMENT OF THE CASE

Armstrong seeks an order pooling all uncommitted interests in the Devonian formation underlying a 40-acre, more or less, vertical well unit comprised of the SW/4 SE/4 of Section 11, Township 11 South, Range 31 East, Chaves County, New Mexico ("Unit"). The Unit will be dedicated to the **Rocket Man #1** well ("Well"), which will be a vertical well drilled from a surface

hole to a bottom hole located in the SW/4 SE/4 (Unit O) of Section 11. The Well will be completed in a Wildcat Devonian Pool and the completed interval of the Well will be orthodox.

Also to be considered will be the cost of drilling and completing the Well and the allocation of the costs, the designation of Applicant as the operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well.

The Well is located approximately 36 miles north of Maljamar, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Kevin Klein	Landman	Affidavit	Approx. 5
Kelsey Garner	Geologist	Affidavit	Approx. 3

PROCEDURAL MATTERS

Applicant will present this matter by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

Dana S. Hardy

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 319175

QUESTIONS

Operator:	OGRID:
ARMSTRONG ENERGY CORP	1092
P.O. Box 1973	Action Number:
Roswell, NM 88202	319175
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	