

**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:**

**APPLICATION OF FARLEIGH OIL PROPERTIES FOR A COMPLIANCE
ORDER AGAINST SWEPI LP AND SHELL EXPLORATION AND
PRODUCTION COMPANY, GUADALUPE COUNTY, NEW MEXICO.**

CASE NO. 14583

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Farleigh Oil Properties

ATTORNEY

James Bruce, Esq.
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Santa Fe, New Mexico 87504
Attorney for Farleigh Oil Properties
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OPPOSITION

SWEPI LP and Shell Exploration
& Production Company

ATTORNEY

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STATEMENT OF CASE

OPPOSITION:

SWEPI LP and Shell Exploration and Production Company oppose the application. Shell will review its efforts to file all information required by the Rules of the Oil Conservation Division and objects to Farleigh's attempted self-prosecution of a case under the Division's Enforcement and Compliance Rules.

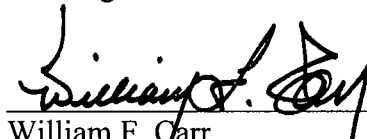
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Michael Bergestrom or Shell employee with knowledge of the documents filed and Shell's efforts to comply with the Divisions requests.	15 Minutes	Unknown at this other time

PROCEDURAL MATTERS

SWEPI LP and Shell Exploration & Production Company ("Shell") have filed a Motion for Continuance and a Motion to Dismiss, to Quash Subpoena and for a Protective Order. Shell has obtained a subpoena directed at Farleigh seeking information it needs to be able to prepare for the hearing, if any, in this case. Shell has also requested a Pre-Hearing Conference once the data covered by the subpoena to Farleigh is obtained.



William F. Carr
Attorney for SWEPI LP and
Shell Exploration & Production
Company

CERTIFICATE OF SERVICE

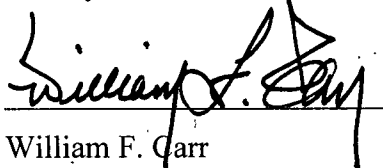
I certify that on January 27, 2011, I served a copy of the foregoing document to the following by U. S. Mail or by facsimile:

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