

**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 CAZA PETROLEUM, LLC  
FOR COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO.**

**Case No. 20281**

**APPLICATION OF CAZA PETROLEUM, LLC  
FOR COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO.**

**Case No. 20282**

**PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Caza Petroleum, LLC  
Four Greenspoint Place  
Suite 1430  
16945 Northchase Drive  
Houston, Texas 77060

**APPLICANT'S ATTORNEY**

James Bruce  
P.O. Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043  
*jamesbruc@aol.com*

Attention: John E. Brown  
(281) 363-4442

**OPPONENT**

**OPPONENT'S ATTORNEY**

**STATEMENT OF THE CASE**

**APPLICANT**

Case No.20281: Caza Petroleum, LLC seeks an order pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 34, Township 22 South, Range 35 East, NMPM, Lea County, New Mexico. The unit will be

dedicated to the Lennox 34 State Well No. 1H, with a first take point in the SW/4SW/4 and a final take point in the NW/4NW/4 of Section 34. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for risk involved in drilling the well.

Case 20282: Caza Petroleum, LLC seeks an order pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2W/2 of Section 34, Township 22 South, Range 35 East, NMPM, Lea County, New Mexico. The unit will be dedicated to the Lennox 34 State Well No. 2H, with a first take point in the SE/4SW/4 and a final take point in the NE/4NW/4 of Section 34. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for risk involved in drilling the well.

#### OPPONENT

### **PROPOSED EVIDENCE**

#### APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Jay Brown (landman)	15 min.	Approx. 6
Richard Carroll or Randy Nickerson (geologist)	15 min.	Approx. 4

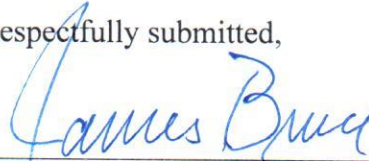
#### OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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### **PROCEDURAL MATTERS**

If the cases are unopposed they will be submitted by affidavit.

Respectfully submitted,



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James Bruce  
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Attorney for Caza Petroleum, LLC