

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

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

APPLICATION OF EOG RESOURCES, INC.
FOR APPROVAL OF A NON-STANDARD OIL
SPACING AND PRORATION UNIT AND
COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.

Case No. 14,722

APPLICATION OF EOG RESOURCES, INC.
FOR APPROVAL OF A NON-STANDARD OIL
SPACING AND PRORATION UNIT AND
COMPULSORY POOLING, EDDY COUNTY,
NEW MEXICO.

Case No. 14,724

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by EOG Resources, Inc. as required by the Oil Conservation Division.

APPEARANCES

APPLICANT
EOG Resources, Inc.
P.O. Box 2267
Midland, Texas 79702

APPLICANT'S ATTORNEY
James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attention: Douglas Hurlbut
(432) 686-3610

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

WVS JF/10/11

Case No. 14722: Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the N/2N/2 of Section 23, Township 19 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the N/2N/2 of Section 23 to form a non-standard 160 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the Parkway 23 State Com. Well No. 2, a horizontal well to be drilled at an orthodox surface location in the NW/4NW/4, with a terminus at an orthodox location in the NE/4NE/4, of Section 23. Also to be considered will be the designation of applicant as operator of the well.

Case No. 14724: . Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2N/2 of Section 23, Township 19 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2N/2 of Section 23 to form a non-standard 160 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the Parkway 23 State Com. Well No. 3, a horizontal well to be drilled at an orthodox surface location in the SW/4NW/4, with a terminus at an orthodox location in the SE/4NE/4, of Section 23. Also to be considered will be the designation of applicant as operator of the well.

These cases were filed to force pool a record title owner for purposes of obtaining approval from the Commissioner of Public Lands of two communitization agreements.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Douglas Hurlbut (landman)	15 min.	Approx. 6
_____ (geologist)	15 min.	Approx. 5

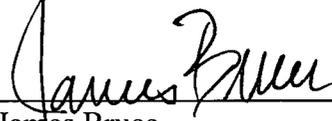
OPPONENT

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

Applicant requests that these cases be consolidated for hearing.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "James Bruce", written over a horizontal line.

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for EOG Resources, Inc.