

**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 READ & STEVENS, INC.
FOR A NON-STANDARD OIL PRORATION
UNIT, LEA COUNTY, NEW MEXICO.**

Case No. 13,538

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Read & Stevens, Inc.
Suite 1000
400 North Pennsylvania
Roswell, New Mexico 88201

Attention: John Maxey
(505) 622-3770

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Read & Stevens, Inc. seeks an order approving a non-standard oil spacing and proration unit in the (wildcat) San Andres formation underlying Lot 4 (containing 27.28 acres) and the east 26.36 acres of the SE¼SW¼ of irregular Section 17, Township 19 South, Range 39 East, NMPM, to form a non-standard 53.64-acre oil spacing and proration unit. The unit is to be dedicated to the proposed Brumley "17" Fed. Com. Well No. 1, to be located at an orthodox oil well location in the Lot 4 of Section 17.

OPPONENT

WVJ 8/5/05

PROPOSED EVIDENCE

APPLICANT

WITNESSES

John Maxey

EST. TIME

20 min.

EXHIBITS

Approx. 6

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,



James Bruce
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Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Road & Stevens, Inc.