

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

RE: APPLICATION OF APACHE CORPORATION FOR COMPULSORY POOLING
LEA COUNTY, NEW MEXICO

Case No. 14986

PRE-HEARING STATEMENT

SevenWays Minerals Ltd. (SWM) owns a mineral interest in Section 2, Township 20 South,
Range 38 East, Lea County, N.M.

After Apache Corp. (Apache) offered to lease SWM's mineral interest, Apache and SWM
entered negotiations. The parties agreed on royalty, term and bonus. They are presently working out
the details of a mutually acceptable oil and gas lease.

For this reason, SevenWays Minerals Ltd. objects to being included in Apache Corporation's
application for compulsory pooling in Lea County, N.M. and requests that it be dismissed.

Respectfully submitted,

SevenWays Minerals Ltd.
by



Robin Yeager
Vice President, Capricorn Asset Management Corp.
General Partner to SevenWays Minerals Ltd.
PO Box 6009
Midland, Texas 79704

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Entry of Appearance and Pre-Hearing Statement was served upon counsel of record on this 8th day of May 2013 as follows:

VIA FIRST CLASS MAIL AS FOLLOWS:

James Bruce
Attorney at Law
PO Box 1056
Santa Fe, NM 87504