

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

2011 NOV 22 P 12: 17

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APPLICATION OF NEWTEX PARTNERS
LLC FOR A NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY
POOLING, CHAVES COUNTY, NEW MEXICO

Case No. 15815

**NEWTEX PARTNERS LLC'S
PRE-HEARING STATEMENT**

NewTex Partners LLC ("NewTex") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

NewTex is the applicant in this case. Its business address is 5949 Sherry Lane, Suite 835, Dallas, Texas 75225. NewTex is represented by the undersigned counsel.

STATEMENT OF THE CASE

NewTex's application requests an order (i) approving a 320-acre, non-standard spacing and proration unit (project area) comprised of the W/2 of Section 21, Township 7 South, Range 28 East, NMPM, in Chaves County, and (ii) pooling all uncommitted mineral interests in the San Andres formation. The project area is to be dedicated to the Bonanza #5H well, which will be horizontally drilled from a surface location in Unit D to a bottom hole location in Unit M of Section 21, Township 7 South, Range 28 East. The completed interval for the well will comply with the Division's setback requirements. NewTex's application further requests the designation of Hadaway Consulting and Engineering, LLC (OGRID No. 371985) as the operator of the project area and the Bonanza #5H well.

Subsequent to the filing of NewTex's application, all of the previously uncommitted interests in the proposed project have committed to joining the proposed well. Consequently, NewTex is withdrawing its request for compulsory pooling.

PROPOSED EVIDENCE

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
John Maxey (Engineer)	10 minutes	Approx. 4

Land testimony will be presented by affidavit. NewTex reserves the right to call a rebuttal witness if appropriate.

PROCEDURAL MATTERS

NewTex is not aware of any procedural matters to be resolved prior to the hearing.

HINKLE SHANOR, LLP



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