

**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 PURPOSES
OF CONSIDERING:**

CASE NO. 14291

**APPLICATION OF WILLIAMS PRODUCTION COMPANY, LLC FOR
EXCEPTIONS TO THE SPECIAL RULES AND REGULATIONS FOR THE
BLANCO-MESAVERDE GAS POOL FOR A PILOT PROJECT TO
DETERMINE THE PROPER WELL DENSITY REQUIREMENTS FOR
MESAVERDE FORMATION WELLS AND APPROVAL OF UNORTHODOX
WELL LOCATIONS FOR PROJECT WELLS, SAN JUAN AND RIO ARRIBA
COUNTIES, NEW MEXICO.**

REVISED PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Williams Production Company
c/o Vern Hansen
One Williams Center
25th Floor
P. O. Box 3102
Tulsa, Oklahoma 74101

ATTORNEY

William F. Carr
Ocean Munds-Dry
Holland & Hart LLP
110 N. Guadalupe St. Suite 1
Santa Fe, NM 87501
(505) 988-4421
(505) 983-6043 (Fax)

OTHER PARTIES

Devon Energy Production Company, L. P.

ATTORNEY

James Bruce, Esq.
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043
(505) 982-2151 Facsimile

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Oil Conservation Division

Mikal M. Altomare
Assistant General Counsel
Oil Conservation Division
Department of Energy, Minerals and
Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505
(505) 476-3480

STATEMENT OF CASE

APPLICANT

Applicant seeks exceptions to the Special Rules and Regulations for the Blanco-Mesaverde Gas Pool for a two year Pilot Project in the Rosa Unit Area to be comprised of the following lands located in San Juan and Rio Arriba, Counties, New Mexico:

TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPM

Sections 1-5: All
Sections 8-17: All
Sections 21-26: All

TOWNSHIP 32 NORTH, RANGE 6 WEST, NMPM

Sections 32-36: All

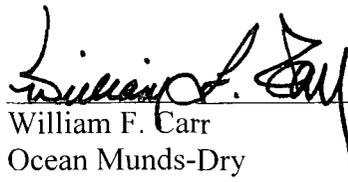
Applicant also seeks the authorization to drill additional wells on each standard 320-acre gas proration unit in the pilot project area to increase density from the current maximum of four wells as provided by The Special Rules and Regulations for the Blanco-Mesaverde Gas Pool, to a maximum of eight wells (40-acre infill wells) per 320-acre gas proration unit.

PROPOSED EVIDENCE

<u>WITNESSES</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Vern Hansen, Petroleum Landman	Approx. 10 minutes	Approx. 5
Margaret Lessenger Geologist	Approx. 15 minutes	Approximately 5
Ken McQueen, Reservoir Engineer	Approx. 20 minutes	Approx. 6

PROCEDURAL MATTERS

Williams has none at this time.



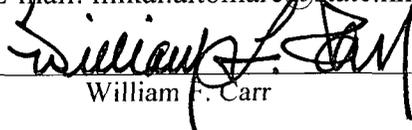
William F. Carr
Ocean Munds-Dry
Attorney for Williams Production
Company

CERTIFICATE OF SERVICE

I certify that on March 12, 2009, I served a copy of the foregoing document to the following by Hand Delivery or by Facsimile:

James Bruce, Esq.
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2151 Facsimile
Attorney for
Devon Energy Production Company, L.P.

Mikal M. Altomare
Assistant General Counsel
Oil Conservation Division
Department of Energy, Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505
(505) 476-3480
E-mail: mikal.altomare@state.nm.us


William F. Carr