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. 14289

APPLICATION OF WILLIAMS PRODUCTION CO., LLC FOR PRE-APPROVAL OF DOWNHOLE COMMINGLING IN THE ROSA UNIT, SAN JUAN AND RIO ARRIBA COUNTIES, NEW MEXICO.

PRE-HEARING STATEMENT

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

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APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

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

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

STATEMENT OF CASE

APPLICANT

Applicant, in the above-styled cause seeks pre-approval for downhole commingling in the Basin Dakota Pool, Blanco Mesaverde Pool, and the Basin Mancos Pool in any and all existing and future wells in the Rosa Unit. The Rosa Unit is located in Township 32 North, Range 6 West, Township 31 North, Ranges 4, 5 and 6 West, NMPM, San Juan and Rio Arriba Counties.

PROPOSED EVIDENCE

APPLICANT

WITNESSES ESTIMATED TIME

EXHIBITS

Vern Hansen, Petroleum

Approx. 10 minutes

Approx. 4

Landman

Ken McQueen, Reservoir

Approx. 15 minutes

Approx. 6

Engineer Engineer

PROCEDURAL MATTERS

Williams has none at this time.

Ocean Munds-Dry

Attorney for Williams Production Company