

**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 LOURAY OIL COMPANY TO  
REINSTATE ADMINISTRATIVE ORDER SWD-559  
FOR A SALT WATER DISPOSAL WELL, LEA  
COUNTY, NEW MEXICO.**

*Carr 8-20-09*

Case No. 14,344/5

**PRE-HEARING STATEMENT**

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

**APPEARANCES**

**APPLICANT**

Louray Oil Company  
P.O. Box 2081  
Lovington, New Mexico 88260

Attention: Ben Stone  
(903) 488-9850

**APPLICANT'S ATTORNEY**

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

**OPPONENT**

Armstrong Energy Corp.

**OPPONENT'S ATTORNEY**

William F. Carr

**STATEMENT OF THE CASE**

**APPLICANT**

Applicant seeks an order reinstating Division Administrative Order SWD-559 for a salt water disposal well, approving disposal into the Bone Spring formation in the Government E Well No. 1, located 610 feet from the south line and 1880 feet from the west line of Section 25, Township 19 South, Range 34 East, NMPM, at depths of 9716-10240 feet subsurface.

**OPPONENT**

**PROPOSED EVIDENCE**APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Ben Stone	20 min.	Approx. 2
Robert Lee/Jim Nicholson	20 min.	Approx. 4

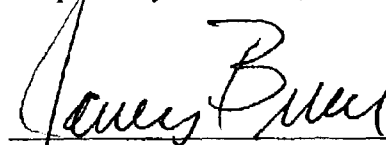
OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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**PROCEDURAL MATTERS**

Applicant requests that this case be continued to the August 20, 2009 docket. This request is unopposed.

Respectfully submitted,



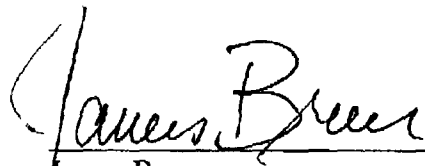
James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for Louray Oil Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 15th day of July, 2009 by facsimile transmission:

William F. Carr  
Holland & Hart LLP  
P.O. Box 2208  
Santa Fe, New Mexico 87504



James Bruce