

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 LEEDE OPERATING COMPANY,
L.L.C. FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.

Case No. 13,171

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Leede Operating Company, L.L.C.
2100 Plaza Tower One
6400 South Fiddler's Greene Circle
Englewood, Colorado 80111

Attention: Rusty Brusenhan

APPLICANT'S ATTORNEY

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

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying the NW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 7, Township 19 South, Range 39 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent, including the Undesignated Foster-San Andres Pool and Undesignated Nadine Drinkard-Abo Pool. The unit is to be dedicated to the Schubert "7" Well No. 1, to be drilled at an orthodox oil well location in the NW $\frac{1}{4}$ SE $\frac{1}{4}$ of Section 7. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Sahara Operating Company as operator of the well, and a charge for the risk involved in drilling and completing the well.

OPPONENT

12/15/03

PROPOSED EVIDENCE**APPLICANT**

WITNESSES
Rusty Brusenhan
(landman)

EST. TIME
15 min.

EXHIBITS
Approx. 4

OPPONENT

WITNESSES

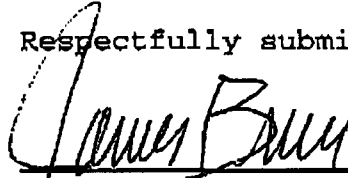
EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,



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

Attorney for Leede Operating Company,
L.L.C.