

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:

CASE NO. 10111
(REOPENED)

THE APPLICATION OF DOYLE HARTMAN FOR
AMENDMENT OF DIVISION ORDER NO. R-8170,
AS AMENDED, TO ESTABLISH MINIMUM GAS
ALLOWABLES IN THE JALMAT GAS POOL, LEA COUNTY,
NEW MEXICO.

FEB 11 1994

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by J. E. Gallegos, Counsel for Applicant,
as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Doyle Hartman
500 N. Main
Midland, TX 79701

ATTORNEYS

J. E. Gallegos
Gallegos Law Firm, P.C.
141 E. Palace Ave.
Santa Fe, NM 87501

PROPOSED EVIDENCE

APPLICANT

The applicant, Doyle Hartman, intends to present the following evidence in support of
his application:

WITNESSES

Mark A. Perry, Energy, Economic &
Environmental Consultants,
gas marketing and transportation

EST. TIME

15 minutes

EXHIBITS

1

Dr. Craig VanKirk or Norman Nuss,
VanKirk & Associates, engineering

30 minutes

10

STATEMENT OF THE CASE

By its Order No. R-8170-J the Division ordered that the Special Rules and Regulations for the Jalmat Gas Pool, as amended, be further amended by the addition of Rule No. 8. That new rule provides, notwithstanding the application of the other pool rules, that the Division shall assign a minimum gas allowable of 600 MCF/d for an Acreage Factor of 1.0 for Jalmat Pool wells. The stated order further provided that the case would be reopened in December 1993 at which time Hartman and/or operators in the pool should present evidence relevant to the continuation of a minimum gas allowable in the Jalmat Gas Pool. Hartman will establish that the Jalmat Pool's gas reserves represent a substantial and valuable economic resource to the State of New Mexico and must be continued to be developed in an orderly manner. A continued minimum allowable as now specified by Rule 8 is necessary to achieve optimum pool development, to protect correlative rights, to prevent waste and will result in the recovery of gas that would otherwise not be produced.

PROCEDURAL MATTERS

None.



J. E. Gallegos
Gallegos Law Firm
141 E. Palace Avenue
Santa Fe, NM 87501
(505) 983-6686

Attorneys for Doyle Hartman