

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. 11571

APPLICATION OF ROBERT L. BAYLESS FOR
NON-STANDARD GAS SPACING AND
PRORATION UNIT, SAN JUAN COUNTY, NEW
MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by Robert L. Bayless as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Robert L. Bayless - Pro Se

P.O. Box 168

Farmington, New Mexico 87499

505/326-2659

OPPOSITION OR OTHER PARTY

ATTORNEY

Not Known

Not Known

STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with the application and the reasons therefore.)

Applicant seeks an order of the New Mexico Oil Conservation Division for a non-standard 240 acre spacing and proration unit for Blanco Mesa Verde Gas Pool production comprising the SE/4 and E/2SW/4 of Section 10, Township 30 North, Range 11 West, N.M.P.M., San Juan County, New Mexico. This unit will be dedicated to Bayless' existing Hazel Bolack No. 1-10 well, located 1000' FSL and 1650' FEL of Section 10, T30N R11W. This well is currently completed in the Pictured Cliffs formation. Bayless will plug off the Pictured Cliffs formation in this well and deepen it to the Mesa Verde formation.

Applicant has determined the expense to identify current mineral interest ownership in the remaining 80 acres needed to obtain a standard 320 acre Mesa Verde proration unit will not be cost effective to this project.

Applicant requests the OCD take administrative notice of C&E Operators, Inc. Case Number 6491 and Order Number R-5966, dated March 30, 1979, in which the OCD granted an 80-acre non-standard proration unit for the Mary Shepard #1 Pictured Cliffs well. The same 80 acres in applicant's case were in question for this Pictured Cliffs well and a non-standard proration unit granted for similar reasons.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

NOT KNOWN

PROPOSED EVIDENCE

APPLICANT

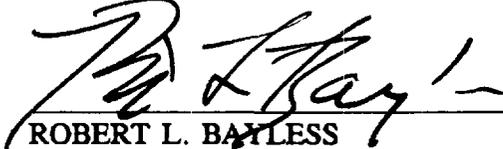
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Robert L. Bayless - Independent Oil & Gas Producer	30 Minutes	- Plat showing offset Mesa Verde Wells and Ownership - Proof Of Offset Operator Notice including example letter and Return Receipts - Hazel Bolack 1-10 Authorization for Expenditure to Deepen Well

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
	NOT KNOWN	

PROCEDURAL MATTERS
(Please identify any procedural matters which
need to be resolved prior to the hearing)

NONE


ROBERT L. BAYLESS

DATED: 7/16/96