

**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 NEARBURG PRODUCING
COMPANY, FOR AN UNORTHODOX GAS
WELL LOCATION, EDDY COUNTY, NEW MEXICO.

CASE NO. 11903

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by NEARBURG PRODUCING
COMPANY, as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

ATTORNEY

Nearburg Producing Company
3300 North "A" Street
Midland, Texas 79705
(915) 686-8235
attn: Mike Gray

W. Thomas Kellahin
KELLAHIN & KELLAHIN
P.O. Box 2265
Santa Fe, NM 87504
(505) 982-4285

STATEMENT OF CASE

Nearburg is the operator of the Dorami "33" Federal Com Well No. 1 which was approved by the Division and drilled to test the Cisco Canyon formation. Upon reaching the Cisco Canyon formation, it was determined that the well would not make a commercial Cisco Canyon well and Nearburg received permission to continue to drill the well and deepened it to the Morrow formation.

The well is at a unorthodox gas well location 800 feet from the west line and 1800 feet from the south line (Unit L) of Section 33, T19S, R25E, Eddy County, New Mexico.

Nearburg proposes to dedicate the S/2 of Section 33 to the well which has not been completed pending the Division's decision in this case.

PROPOSED EVIDENCE

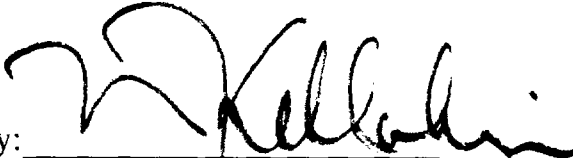
APPLICANT:

WITNESSES	EST. TIME	EXHIBITS
Mike Gray (landman)	10 min.	@ 2 exhibits
Jerry Elger (geologist)	30 Min.	@ 6 exhibits

PROCEDURAL MATTERS

None anticipated at this time.

KELLAHIN AND KELLAHIN

By: 

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