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. 12130

AMENDED APPLICATION OF YATES PETROLEUM CORPORATION FOR AN UNORTHODOX GAS WELL LOCATION TO ACCOMMODATE THE **REDUCTION OF ACREAGE FOR GEOLOGIC REASONS,** LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

The intervention TO This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A. as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Yates Petroleum Corporation c/o Randy Patterson 105 South Fourth Street Artesia, New Mexico 88210 (505) 748-1471 name, address, phone and contact person

OPPOSITION OR OTHER PARTY

ATTORNEY

William F. Carr, Esq. Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

ATTORNEY

name, address, phone and contact person

Pre-hearing Statement NMOCD Case No. 12130 Page 2

STATEMENT OF CASE

<u>APPLICANT</u>

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

Yates Petroleum Corporation, applicant in the above-captioned case seeks authorization to change the spacing and proration unit dedicated to its Sand Spring State Well No. 1 located 330 feet from the North line and 1650 feet from the West line (Unit C) of Section 11, Township 11 South, Range 34 East, in the Atoka and Morrow formations, Sand Spring-Atoka Gas Pool from a N/2 to a W/2 spacing and proration unit.

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.)

Pre-hearing Statement NMOCD Case No. 12130 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Eric Cummins, Geologist	20 Min.	Approximately 4
David Pearson, Engineer	20 Min.	Approximately 6

OPPOSITION

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

PROCEDURAL MATTERS

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

Yates will request that this case be consolidated for purposes of hearing with Case 12128.

William F. Say Signature