

**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 YATES PETROLEUM
CORPORATION FOR POOL CONTRACTION,
POOL CREATION OR, IN THE ALTERNATIVE,
AMENDMENT OF THE SPECIAL POOL RULES
AND REGULATIONS FOR THE FEATHER-MORROW
POOL, LEA COUNTY, NEW MEXICO.**

CASE NO. 12596

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP and Campbell & Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT
Yates Petroleum Corporation
Attention: Randy Patterson
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Artesia, New Mexico 88210-2118
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ATTORNEY
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OIL CONSERVATION DIV.
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STATEMENT OF CASE

APPLICANT

Applicant seeks an order contracting the boundaries of the Feather-Morrow Pool by the deletion therefrom of the NW/4 of Section 28, Township 15 South, Range 32 East, and the creation of a new gas pool in the Morrow formation comprised of the W/2 of said Section 28 for its Red Tail "AWR" State Com Well No. 1 located 1200 feet from the North line and 990 feet from the West line of Section 28. In the alternative, applicant seeks the amendment of the Special Pool Rules and Regulations for the Feather-Morrow Pool to provide for 160-acre spacing and proration units. Said pool is located approximately 9 miles north-northwest of Maljamar, New Mexico.

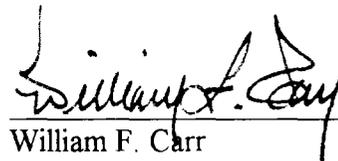
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Robert Bullock (Landman)	Approx. 10 Minutes	3
Eric Cummins (Geology)	Approx. 10 Minutes	2
David Boneau (Engineering)	Approx. 15 Minutes	5

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.



William F. Carr
Attorney for Yates Petroleum Corporation