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**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:**

01 JUN 27 PM 2:21  
OIL CONSERVATION DIVISION

**CASE NO. 12622**

**APPLICATION OF NEARBURG EXPLORATION  
COMPANY, L.L.C. FOR TWO NON-STANDARD GAS  
SPACING AND PRORATION UNITS, LEA COUNTY,  
NEW MEXICO.**

**PRE-HEARING STATEMENT**

This Prehearing Statement is submitted by Holland & Hart LLP and Campbell & Carr as required by the Oil Conservation Division.

**APPEARANCES OF PARTIES**

**APPLICANT**

Nearburg Exploration Company, L.L.C.  
Attention: Bob Shelton  
3300 North "A" St., Bldg. 2, Ste. 120  
Midland, TX 79705  
(915) 686-8235  
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**ATTORNEY**

William F. Carr, Esq.  
Holland & Hart LLP and Campbell & Carr  
110 North Guadalupe Street, Suite 1  
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Santa Fe, New Mexico 87504-2208  
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**OPPOSITION OR OTHER PARTY**

Redrock Operating Ltd. Co.

Raptor Natural Pipeline LLC

**ATTORNEY**

W. Thomas Kellahin  
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117 North Guadalupe  
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**STATEMENT OF CASE**

APPLICANT

Applicant seeks an exception to the spacing provisions of Division Rule 104.C(2) to create two non-standard 160-acre gas spacing and proration units within the East Grama Ridge-Morrow Gas Pool comprising: (1) the NE/4 of Section 34, Township 21 South, Range 34 East, to be dedicated to the Nearburg Producing Company's existing Grama Ridge East "34" State Well No. 1 (API No. 30-025-34948), located at a standard gas well location 1548 feet from the North line and 990 feet from the East line (Unit H) of Section 34; and (ii) the Se/4 of Section 34 to be dedicated to the EOG Resources, Inc., operated Llano "34" State Well No. 1 (API No. 30-025-26318), located at a standard gas well location 1650 feet from the South line and 660 feet from the East line (Unit 1) of Section 34.

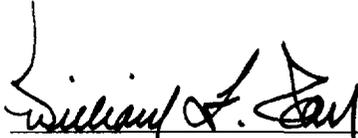
**PROPOSED EVIDENCE**

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Bob Shelton (Land)	Approx. 20 Minutes	Approx. 5
Ted Gawloski (Geology)	Approx. 20 Minutes	Approx. 4
George Friesen (Pet. Engineer)	Approx. 15 Minutes	Approx. 3

**PROCEDURAL MATTERS**

Nearburg Exploration Company, L.L.C. is not aware of any procedural matters at this time.

  
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William F. Carr  
Attorney for Nearburg Exploration  
Company, L.L.C.

**CERTIFICATE OF SERVICE**

I hereby certify that on this 27th day of June, 2001, I have caused to be faxed a copy of our Pre-Hearing Statement in the above captioned case to the following counsel of record.

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