

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

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MAR 21 2003

**IN THE MATTER OF THE HEARING CALLED BY THE
OIL CONSERVATION DIVISION FOR THE PURPOSE
OF CONSIDERING:**

Oil Conservation Division
**CASE NO. 12751
ORDER NO. R-11721**

**APPLICATION OF YATES PETROLEUM
CORPORATION FOR POOL CREATION AND SPECIAL
POOL RULES INCLUDING SPECIAL SPACING AND
WELL LOCATION REQUIREMENTS AND A SPECIAL
OIL DEPTH BRACKET ALLOWABLE, CHAVES
COUNTY, NEW MEXICO.**

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Yates Petroleum Corporation
Attn: Dr. David Boneau
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ATTORNEY

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STATEMENT OF CASE

APPLICANT

Case 12751 is being reopened pursuant to the provisions of Division Order No. R-11721, which order promulgated temporary special pool rules for the Pecos Slope-Pennsylvanian Pool in Chaves County, New Mexico, including provisions for 320-acre spacing units and designated well locations.

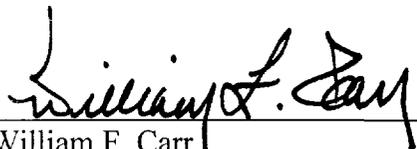
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
David Boneau (Petroleum Engineer)	Approx. 25 Minutes	Approx. 6

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.



William F. Carr
Attorney for Yates Petroleum Corporation

WFC