

**JAMES BRUCE**  
Attorney at Law  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
Telephone: (505) 982-2043  
Fax: (505) 982-2151

FAX COVER SHEET

DELIVER TO: Florene Davidson

COMPANY: Oil Conservation Division

CITY: Santa Fe, New Mexico

FAX NUMBER: (505) 476-3462

NUMBER OF PAGES: 3 (Including Cover Sheet)

DATE SENT: 10/26/01

MEMO: Florene: Enclosed for filing is a pre-hearing statement in Case 12753.

10/26/01 10:14 AM  
OCT 29 PM 2:14

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 DAVID H. ARRINGTON  
OIL & GAS, INC. FOR COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO.

No. 12753

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

David H. Arrington  
Oil & Gas, Inc.  
Post Office Box 2071  
Midland, Texas 79702

Attention: Bill Baker, Jr.  
(915) 682-6685

APPLICANT'S ATTORNEY

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

OTHER PARTY

OTHER PARTY'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Mississippian formation underlying the  $W\frac{1}{2}$  of Section 36, Township 16 South, Range 35 East, NMPM to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing, including but not limited to the Undesignated South Shoe Bar-Morrow Gas Pool and Undesignated Shoe Bar-Mississippian Gas Pool. The unit is to be dedicated to applicant's Double Hackle Drake "36" State Well No. 1, to be drilled at an orthodox location in the  $NW\frac{1}{4}NW\frac{1}{4}$  of Section 36. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in drilling and completing the well.

OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

WITNESSES

Bill Baker, Jr.  
(geologist)

EST. TIME

25 Min.

EXHIBITS

- (a) Land plat
- (b) Correspondence
- (c) AFE
- (d) Notice affidavit
- (e) Structure map
- (f) Isopach
- (g) Cross section

OTHER PARTY

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted,



---

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for David H. Arrington Oil &  
Gas, Inc.