

**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. 11116

APPLICATION OF SOUTHLAND ROYALTY
COMPANY FOR COMPULSORY POOLING
AND AN UNORTHODOX COAL GAS LOCATION,
SAN JUAN COUNTY, NEW MEXICO.

8/10/01
1001

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by SOUTHLAND
ROYALTY COMPANY as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

Southland Royalty Company
P.O.Box 4289
Farmington, New Mexico 87499
Attn: Alan Alexander
1-505-326-9757

ATTORNEY

W. Thomas Kellahin
KELLAHIN AND KELLAHIN
P.O. Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285

STATEMENT OF CASE

APPLICANT:

Southland Royalty Company is the operator of all of irregular Section 10, T32N, R11W, NMPM, in the Basin Fruitland Coal Gas Pool. Said well is located approximately 6 1/2 miles north west of Cedar Hills, New Mexico.

Southland Royalty Company seeks approval for an order to pool all mineral interests forming a standard 355.60-acre coal-gas spacing and proration unit.

Said unit is to be dedicated to Southland Royalty Company's Maddox Com Well No. 100 which is to be drilled at an unorthodox "off pattern" coal gas well location 1905 feet FSL and 1210 feet FEL (Unit 1) of said Section 10.

Also to be considered will be the costs of participation in said well, including but not limited to the costs of drilling completing and operation the well and allocation of those costs, income, actual operation costs and charges for supervision and the designation of applicant as the operator of the well.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS:
Chip Lane (Senior Reservoir Engineer)	20 min.	7 total
Paul Basinski (Senior Staff Geologist)	20 min.	
Dean Price (Senior Landman)	10 min.	

PROCEDURAL MATTERS

None anticipated at this time.

KELLAHIN AND KELLAHIN

By: 

W. Thomas Kellahin
P.O. Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285

**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. 11016

IN THE MATTER OF THE APPLICATION OF
TEXACO EXPLORATION AND PRODUCTION INC.
FOR CREATION OF A NEW POOL IN THE TUBB
FORMATION, CLASSIFICATION OF THIS POOL
AS AN ASSOCIATED OIL AND GAS POOL AND
FOR THE PROMULGATION OF SPECIAL POOL RULES,
LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Texaco Exploration and Production Inc.
c/o Todd Moehlenbrock
Post Office Box 3109
Midland, TX 79702
(915) 688-4662

name, address, phone and
contact person

ATTORNEY

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

OTHER PARTY

name, address, phone and
contact person

ATTORNEY

STATEMENT OF CASE

APPLICANT

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

Texaco Exploration and Production Inc., applicant in the above-styled cause, seeks the creation of a new pool in the NW/4 of Section 9, Township 23 South, Range 37 East, to be classified as an "associated pool" and to adopt the "General Rules and Regulations for the Associated Oil and Gas Pools in Northwest and Southeast New Mexico", as promulgated by Division Order No. R-5353, as amended, as the governing procedures for said pool and to include provisions for 40-acre oil and 160-acre gas spacing and proration units. Further, applicant requests an increased gas-oil ratio limitation of 6,000 cubic feet of gas per barrel of oil for said pool.

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.)

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Bill Hay, Geologist	15 Min.	Approximately 2
Todd Moehlenbrock, Petroleum Engineer	30 Min.	Approximately 8

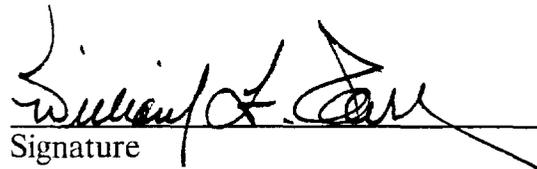
OTHER PARTY

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

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

Texaco will request that Cases 11016, 11017 and 11018 be consolidated for purposes of testimony.


Signature