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

PM 12 30

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

CASE NO. 9939

APPLICATION OF

SANTA FE ENERGY OPERATING PARTNERS, L.P. for Compulsory Pooling and Non-Standard Proration Unit, Eddy County, New Mexico

CHEVRON USA INC.'S

PRE-HEARING STATEMENT

This prehearing statement is submitted by W. Thomas Kellahin as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY
Santa Fe Energy Operating Partners, L. P.	J. Randy Turner, Esq Box 2706 Midland, Texas 79702 (915) 687-0011
name, address, phone and contact person	
OPPOSITION OR OTHER PARTY	**ATTORNEY**
Chevron USA Inc Box 1150 Midland, Texas 79702 Attn Mr. Mickey F. Cohlmia (915) 687-7158	W. Thomas Kellahin P. O. Box 2265 Santa Fe, New Mexico 87501 (505) 982-4285
name, address, phone and contact person	

STATEMENT OF CASE

APPLICANT

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

OPPOSITION OR 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.)

In violation of Section 70-2-17(c), Applicant has resorted to compulsory pooling without first exhausted a good faith effort to reach voluntary agreement

Chevron objects to the compulsory pooling as being premature object to the orientation of the spacing unit and the proposed well location.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Mickey F. Cohlmia (Landman)	20 Min	5
David Rittersbacher (geologist)	20 Min	3
Steve Tehuen (P. E.)	20 Min	3

PROCEDURAL MATTERS

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

Chevron's Motion to Dismiss pending action by the Division Motion filed June 5, 1990.

Signature