

**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. 10201

APPLICATION OF BLACKWOOD & NICHOLS
CO. A LIMITED PARTNERSHIP, FOR
DIRECTIONAL DRILLING AND AN
UNORTHODOX COAL GAS WELL LOCATION,
RIO ARRIBA COUNTY, NEW MEXICO.

RECEIVED

JAN - 3 1991

OIL CONSERVATION DIV.
SANTA FE

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Blackwood & Nichols Co. _____
a Limited Partnership _____
Post Office Box 1237 _____
Durango, Colorado 81302
Attn: Al Rector
(303) 247-0728

name, address, phone and
contact person

ATTORNEY

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

OPPOSITION OR OTHER PARTY

name, address, phone and
contact person

ATTORNEY

() _____

STATEMENT OF CASE

APPLICANT

Blackwood & Nichols Co. a Limited Partnership, applicant, seeks authority to directionally drill its Northeast Blanco Unit Well No. 475 from a proposed surface location 2560 feet from the South line and 1695 feet from the West line (Unit K) of Section 20, Township 30 North, Range 7 West, in such a manner as to bottom the well in the Basin-Fruitland Coal (Gas) Pool within 50 feet of a point 1750 feet from the North line and 54 feet from the East line (Unit H) of adjoining Section 19, which is an unorthodox coal well location for said pool. The E/2 equivalent of said Section 19 which is in both Rio Arriba and San Juan Counties is to be dedicated to said well forming a standard 320-acre, more or less, gas spacing and proration unit for said pool.

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.)

PROPOSED EVIDENCE

APPLICANT

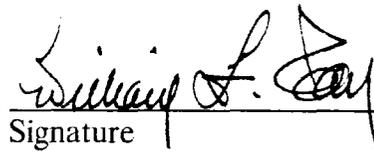
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Al Rector (Operations Engineer)	15 Min.	Approximately 5

OPPOSITION

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

None.



Signature