

**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. 10202

APPLICATION OF SEAY EXPLORATION,
INC. FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Seay Exploration, Inc.
ATTN: John Seay, President
407 N. Big Spring, Suite 200
Midland, TX 79701
(915) 682-8319

ATTORNEY

Sherman & Howard
Sealy H. Cavin, Jr.
P.O. Box 2043
Albuquerque, NM 87103
(505) 764-8100

OPPOSITION OR OTHER PARTY

ATTORNEY

Applicant is not aware of any opposition as of January 4, 1990.

STATEMENT OF CASE

APPLICANT

Seay Exploration, Inc. seeks to pool all interests in the following units: (a) Lots 1, 2, S½NE¼ of Section 6, Township 20 South, Range 39 East, for all pools or formations spaced on 160 acres; (b) SW¼NE¼ of Section 6, Township 20 South, Range 39 East, for all pools or formations spaced on 40 acres. The units are to be dedicated to a well to be drilled at an orthodox location 1980 feet from the North line and 1980 feet from the East line to a total depth of approximately 7800 feet or a depth sufficient to test the Abo Formation.

The reason for the pooling application is that not all interest owners have agreed to commit their interest to the well.

OPPOSITION OR OTHER PARTY

Applicant does not anticipate any opposition to the Application.

PROPOSED EVIDENCE

APPLICANT

WITNESS	EST. TIME	EXHIBITS
Dan M. Leonard Landman	10 minutes	Land plat, ownership, notice letters and return receipt.
John Seay Geologist	10 minutes	Geologic information regarding the proposed well.

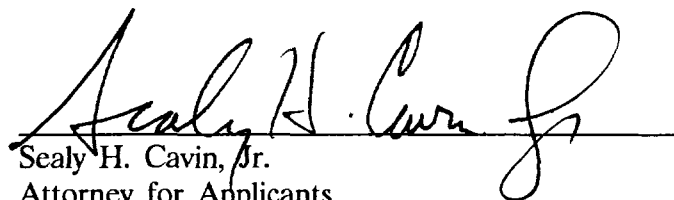
OPPOSITION

WITNESS	EST. TIME	EXHIBITS
---------	-----------	----------

Applicant does not anticipate any opposition at the hearing.

PROCEDURAL MATTERS

Applicant is not aware of any procedural matters which need to be addressed prior to the hearing.



Sealy H. Cavin, Jr.
Attorney for Applicants
Sherman & Howard
P.O. Box 2043
Albuquerque, NM 87103
(505) 764-8100