

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 NADEL AND GUSSMAN PERMIAN,
L.L.C. FOR COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO.

Case No. 13044

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Nadel and Gussman Permian, L.L.C.
Suite 508
601 North Marienfeld
Midland, Texas 79701
Attention: Sam H. Jolliffe IV
(915) 682-4429

APPLICANT'S ATTORNEY

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

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order to pooling all mineral interests from the surface to the base of the Morrow formation underlying the S¼ of Section 27, Township 23 South, Range 26 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 within that vertical extent, including but not limited to the South Carlsbad-Morrow Gas Pool. The unit is to be dedicated to applicant's South Carlsbad State 27 Well No. 7, to be drilled at an orthodox gas well location in the SW¼ of Section 27. Also to be considered will be the designation of applicant as operator of the well.

OPPONENT

PROPOSED EVIDENCE**APPLICANT****WITNESSES**Sam Jolliffe
(landman)**EST. TIME**

10 min.

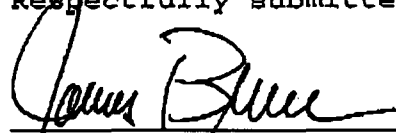
EXHIBITS

Approx. 2

OPPONENT**WITNESSES****EST. TIME****EXHIBITS****PROCEDURAL MATTERS**

-None-

Respectfully submitted,

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043Attorney for Nadel and Gussman
Permian, L.L.C.