STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION JUL 2 PH 2 39

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

CASE NO. 13296

APPLICATION OF YATES PETROLEUM CORPORATION FOR APPROVAL OF A UNIT AGREEMENT, CHAVES COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Yates Petroleum Corporation Attention: Randy Patterson 105 South Fourth Street Artesia, New Mexico 88210-2118 (505) 748-1471 William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504

(505) 988-4421

STATEMENT OF CASE

APPLICANT

Applicant seeks approval of the Stingray State Exploratory Unit for all formations from the surface to the base of the Siluro-Devonian formation in an area comprising 1913.22 acres, more or less, of State of New Mexico and Fee lands in the E/2 equivalent of Section 12 of Township 10 South, Range 26 East, S/2 equivalent of Section 6 and all of Section 7 and 18



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of Township 10 South, Range 27 East, NMPM, which is located approximately 12 miles east of Roswell, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)

Charles Moran (Land)

Approx. 10 Minutes

Approx. 4

Tim Miller (Geology)

Approx. 10 Minutes

Approx. 7

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.

William F. Carr

Attorney for Yates Petroleum Corporation

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