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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 EDGE PETROLEUM EXPLORATION COMPANY TO RESTRICT THE EFFECT OF THE SPECIAL RULES AND REGULATIONS FOR THE DOS HERMANOS-MORROW GAS POOL, EDDY COUNTY, NEW MEXICO.

Case No. 13,351

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Edge Petroleum Exploration Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Edge Petroleum Exploration Company Suite 2000 1301 Travis Houston, Texas 77002

Attention: Jeff Sikora (713) 427-8843

OPPONENT

V-F Petroleum, Inc.

APPLI<u>CANT'S ATTORNEY</u> James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

OPPONENT'S ATTORNEY William F. Carr

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order limiting the effect of the special pool rules for the Dos Hermanos-Morrow Gas Pool to the pool's current horizontal extent. The pool currently encompasses Sections 21, 22, 27, and 28, Township 20 South, Range 30 East, NMPM. The pool rules provide for 640 acre spacing, one well per spacing unit, and special well location requirements.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> Jeff Sikora (landman)	<u>EST, TIME</u> 10 min.	<u>EXHIBITS</u> Approx. 2
Howard Creasy (geologist)	15 min.	Approx. 3
Jim Keisling (engineer)	15 min.	Approx. 3

OPPONENT

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully_submitted,

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (305) 982-2043

Attorney for Edge Petroleum Exploration Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record via facsimile transmission this <u>///</u> day of October, 2004:

> William F. Carr Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 878 (505) 983-6043

James Bruce

-2-

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 EDGE PETROLEUM EXPLORATION COMPANY TO RESTRICT THE EFFECT OF THE SPECIAL RULES AND REGULATIONS FOR THE DOS HERMANOS-MORROW GAS POOL, EDDY 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

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CASE NO. 3351

Edge Petroleum Exploration Company

OPPOSITION

V-F Petroleum, Inc. Attn: Mr. Jerry Gahr Post Office Box 1889 Midland, Texas 79702

ATTORNEY

William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988.4421 Pre-Hearing Statement NMOCD Case No. 13351 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks an order limiting the effect of the special rules and regulations for the Dos Hermanos-Morrow Gas Pool, which provide for 640-acre spacing, one well per spacing and proration unit, and special well location requirements, to its current horizontal extent. The pool covers all of Sections 21, 22, 27, and 28, Township 20 South, Range 30 East. The pool is centered approximately 17 1/2 miles northeast of Carlsbad, New Mexico.

PROPOSED EVIDENCE

<u>APPLICANT</u>

WITNESSES (Name and Expertise) ESTIMATED TIME

EXHIBITS

Louis J. Mazzullo (Geologust) Approximately 15 Minutes Approximately 2

PROCEDURAL MATTERS

V-F Petroleum Inc. has none at this time.

William F. Carr Attorney for V-F Petroleum Inc.

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