

STATE OF NEW MEXICO KNERGY, 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 PURE RESOURCES. L.P. FOR COMPULSORY POOLING. LEA COUNTY, NEW MEXICO.

Case No. 13,427

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Pure Resources, L.P. 500 West Illinois Avenue

Midland, Texas 79701

APPLICANT'S ATTORNEY

James Bruce P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

J. Robert Ready (432) 498-8619

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

<u>APPLICAN</u>T

Applicant seeks an order pooling all mineral interests from the surface to the base of the Atoka formation underlying the following described acreage in Section 19, Township 26 South, Range 35 East, NMPM, and in the following manner: The E% to form a standard 320acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within that vertical extent; the SEX to form a standard 160-acre gas spacing and proration unit for any formations and/or pools developed on 160-acre spacing within that vertical extent; and the NEWSEW to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent. The units are to be dedicated to the Beckham "19" Well No. 1, to be drilled at an orthodox location in the NEWSEW of Section 19. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of

applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

EST. TIME **EXHIBITS** WITNESSES

J. Robert Ready 15 min. Approx. 5

(landman)

OPPONENT

EST. TIME **EXHIBITS** <u>WITNESSES</u>

PROCEDURAL MATTERS

Respectfully submitted,

James Bruce P.O. Box 1056

Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Pure Resources, L.P.