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 3414

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

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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

Mr. Randy Patterson

Yates Petroleum Corporation

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STATEMENT OF CASE

APPLICANT

Applicant seeks approval of the Brick State Exploratory Unit for all formations from the surface to the base of the Siluro-Devonian formation in an area comprising 2,520 acres, more or less, of State of New Mexico lands in Sections 8, 9, 10, and 16 of Township 8 South, Range 27 East, NMPM, which is located approximately 17 miles east of Roswell, New Mexico.

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PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)

ESTIMATED TIME

EXHIBITS

BY AFFIDAVIT

PROCEDURAL MATTERS

Pursuant to Division policy Yates Petroleum Corporation will present this case by Affidavit.

William F. Carr

Attorney for Yates Petroleum Corporation

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