STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF EOG RESOURCES, INC. FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, LEA COUNTY, NEW MEXICO.

CASE NO. 20829

PREHEARING STATEMENT

This Pre-hearing Statement is submitted by EOG RESOURCES, INC., by and through its undersigned counsel, Ernest L. Padilla, PADILLA LAW FIRM, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT: EOG RESOURCES, INC.

ATTORNEY: PADILLA LAW FIRM, P.A.

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OPPOSITION OR OTHER PARTY:

ATTORNEY:

STATEMENT OF CASE

APPLICANT:

Applicant seeks an order pooling mineral interests within the Bone Spring Formation, underlying the E/2 of Sections 26 and 35, Township 25 South, Range 32 East, NMPM, Lea County, New Mexico. The wells to be drilled are **Fearless 26 Fed Com #503H** to be horizontally drilled to a depth sufficient to test the 2nd Bone Spring B sand from an orthodox SHL 378' FNL & 1,696' FEL of Section 26 and BHL 100' FSL & 1,277' FEL of Section 35 and the **Fearless 26 Fed Com #504H** to be horizontally drilled to a depth sufficient to test the 2nd Bone Spring B sand from an orthodox SHL 367' FNL & 1,729' FEL of Section 26 and BHL 100' FSL & 2,120' FEL of Section 35.

Applicant seeks to only force pool the working interests of Oxy Y-1 Company which has signed an AFD, but has failed to sign the JOA for drilling the proposed wells.

Applicant will present this case by affidavit.

OPPOSITION OR OTHER PARTY:

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
Chuck Moran	Affidavit	Approx. 5
Jenna Hessert	Affidavit	Approx. 5
Geologist		

OPPOSITION

WITNESSES EST. TIME EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted:

PADILLA LAW FIRM, P.A.

By: /s/ Ernest L. Padilla Ernest L. Padilla P.O. Box 2523 Santa Fe, NM 87504-2523 (505) 988-7577 padillalaw@qwestoffice.net