

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

**IN THE MATTER OF THE APPLICATION OF THE NEW MEXICO OIL CONSERVATION
DIVISION FOR THE AMENDMENT OF 19.15.14.8 AND 19.15.16 NMAC.**

CASE NO. 14744

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PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted on behalf of the New Mexico Oil and Gas Association by Holland & Hart LLP as required by Oil Conservation Division Rule 19.15.4.13 NMAC.

APPEARANCES OF PARTIES

APPLICANT

New Mexico Oil Conservation Division

ATTORNEY

Gabrielle A. Gerholt, Esq.
Assistant General Counsel
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Resources Department
1220 South St. Francis Drive
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INTERESTED PARTY

Lynx Petroleum Consultants, Inc.
Attn: Larry Scott, President
P.O. Box 1208
Hobbs, New Mexico 882110

ATTORNEY

Ocean Munds-Dry
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STATEMENT OF CASE

Lynx plans to comment on the provision concerning the consolidation of ownership of production for a horizontal well project area by voluntary agreement or compulsory pooling. Lynx supports the intent of the Division to protect mineral owners and lessees prior to obtaining a permit to drill a horizontal well.

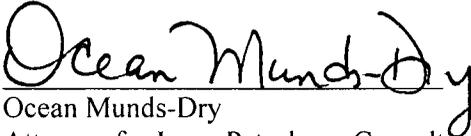
PROPOSED EVIDENCE

<u>WITNESS:</u>	<u>ESTIMATED TIME</u>	<u>NUMBER OF EXHIBITS</u>
Larry Scott, President	20 minutes	None

Mr. Scott's testimony will include the history and importance of addressing the consolidation of interests in project areas prior to obtaining a permit to drill or producing a horizontal well.

PROCEDURAL MATTERS

None at this time.

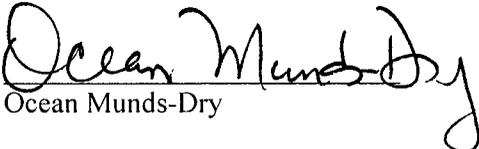

Ocean Munds-Dry
Attorney for Lynx Petroleum Consultants Inc.

CERTIFICATE OF SERVICE

I certify that on October 13, 2011 I served a copy of the foregoing document to the following by U.S. Mail, postage prepaid, Hand Delivery or by Facsimile:

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