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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISON FOR THE PURPOSE OF CONSIDERING: PM 12 51

APPLICATION OF LANCE OIL & GAS COMPANY, INC. FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO

CASE NO. 13436

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Lance Oil & Gas Company, Inc. as required by the New Mexico Oil Conservation Division.

APPEARENCES OF THE PARTIES

APPLICANT

ATTORNEY

Lance Oil & Gas Company, Inc. P. O. Box Famington, New Mexico 87499

Attn: Anne Jones Phone 505-598-5601 Fax: 505-598-6210 505-982-4285 Fax: 505-982-2047

W. Thomas Kellahin

Santa Fe, New Mexico 87504

P. O. Box 2265

OPPONENT

ATTORNEY

None

STATEMENT OF THE CASE

APPLICANT:

Lance Oil & Gas Company, Inc. seeks a compulsory pooling order pooling uncommitted mineral interest owners in a standard 160-acre and a 322.07-acre gas proration and spacing units consisting of the SW/4 and S/2 of Section 17, T29N, R14W for production from the Pictured Cliffs formation and Basin Fruitland Coal Gas Pool to be dedicated to its proposed WF FRPC "17" Well No. 3 located in Unit L of this section.

The applicant also seeks a 200% risk charge pursuant to Commission's Order R-11992.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EST. EXHIBITS
Anne Jones (Landman) Paul Lehrman (Landman)	@ 20- min. @ 20-min	6 exhibits

PROCEDURAL MATTERS

None at this time.

KELLAHIN & KELLAHIN

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