

**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:**

**APPLICATION OF PRINCIPAL PROPERTIES  
FOR APPROVAL OF A NON-STANDARD GAS  
SPACING AND PRORATION UNIT, EDDY  
COUNTY, NEW MEXICO.**

Case No. 14,755 ✓

**PRE-HEARING STATEMENT**

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

**APPEARANCES**

**APPLICANT**

Principal Properties  
Building II, Suite 103  
4425 South Mopac  
Austin, Texas 78735

Attention: Doug Laufer  
(512) 899-2414

**APPLICANT'S ATTORNEY**

James Bruce  
P.O. Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

**OPPONENT**

**OPPONENT'S ATTORNEY**

**STATEMENT OF THE CASE**

**APPLICANT**

Applicant seeks an order approving a non-standard 320 acre gas spacing and proration unit in the Morrow formation (Little Box Canyon-Morrow Gas Pool) comprised of the SW¼ of Section 1 and the NW¼ of Section 12, Township 21 South, Range 21 East, N.M.P.M. The unit is to be dedicated to the Horseshoe Canyon Fed. Com. Well No. 1, to be drilled at an unorthodox location in the SW/4SW/4 of Section 1.

**OPPONENT**

**PROPOSED EVIDENCE****APPLICANT****WITNESSES****EST. TIME****EXHIBITS**

Doug Laufer  
(landman)

10 min.

Approx. 4

David Andrews  
(geologist)

20 Min.

Approx. 4

**OPPONENT****WITNESSES****EST. TIME****EXHIBITS****PROCEDURAL MATTERS**

Respectfully submitted,



James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for Principal Properties