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

PII 12 5

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

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

CASE NO. 13437

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 W. Thomas Kellahin P. O. Box 2265 Santa Fe, New Mexico 87504 505-982-4285

OPPONENT

ATTORNEY

Fax: 505-982-2047

Tommy Robbins

none

C. Gregory Schmitt

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 gas proration and spacing unit consisting of the NW/4 of Section 17, T29N, R14W for production from the Pictured Cliffs formation to be dedicated to its proposed WF ROPCO "17" Well No. 2 located in Unit E 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) @ 20- min. 6 exhibits

Paul Lehrman (Landman) @ 20-min

PROCEDURAL MATTERS

None at this time.

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