

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

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

**APPLICATION OF CHUZA OIL COMPANY
FOR APPROVAL OF A NON-STANDARD PROJECT
AREA PURSUANT TO NMAC 19.15.16.1 et seq.
IN THE NORTHEAST HOGBACK UNIT,
SAN JUAN COUNTY, NEW MEXICO.**

Case No. 14853

PRE-HEARING STATEMENT

This Pre-hearing Statement is submitted by Chuza Oil Company by and through his undersigned counsel, Ernest L. Padilla, Padilla Law Firm, P.A. as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

ATTORNEY

APPLICANT:

CHUZA OIL COMPANY

Ernest L. Padilla
Padilla Law Firm, P.A.
PO Box 2523
Santa Fe, New Mexico 87504
(505) 988-7592

OPPOSITON OR OTHER PARTY:

STATEMENT OF CASE

APPLICANT:

OPPOSITION OR OTHER PARTY:

Applicant seeks an order for a non-standard project area for the entire Northeast Hogback Unit, a federal exploratory unit, which covers a single participating area. Applicant request the order to further develop the unit area through horizontal drilling positioned to optimize oil recovery from the Gallup formation within the unit.

PROPOSED EVIDENCE

APPLICANT

| WITNESSES | EST. TIME | EXHIBITS |
|--|------------|--------------------------------|
| Patrick Padilla, President | 5 Minutes | Unit Map |
| Rick Stone, Engineer completion program | 20 Minutes | Well Schematics and |
| Don Goddard, Geologist | 15 Minutes | Structure Map and Type logs |

OPPOSITION

| WITNESSES | EST. TIME | EXHIBITS |
|-----------|-----------|----------|
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PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing.)

None

PADILLA LAW FIRM, P.A.



ERNEST L. PADILLA

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