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

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

CASE NO. 13418

APPLICATION OF HUNTINGTON ENERGY, L.L.C., FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

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AITEICANT
Huntington Energy, L.L.C.
Attention: Carl E. Sherrill
6301 Waterford Boulevard
Suite 400
Oklahoma City, OK 73118
(405) 767-3503

APPLICANT

ATTC William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order pooling all mineral interests from the base of the Mesaverde formation through the base of the Dakota formation in the following described acreage in Section 2, Township 25 North, Range 7 West, NMPM: the W/2 to form a standard 320-acre spacing and proration unit for all formations developed on a 320-acre spacing within that vertical extent which includes but is not necessarily limited to the Basin



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Dakota Gas Pool; the NW/4 to form a standard spacing and proration unit for all formations developed on 160-acre spacing within that vertical extent; and the SE/4 NW/4 to form a standard spacing and proration unit for all formations developed on 40-acre spacing within that vertical extent. Said units are to be dedicated to its State Com Well No. 2-2 to be drilled at an unorthodox well location 1350 feet from the North and East lines of said Section 2 to an approximate depth of 7500 feet. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Huntington Energy, L.L.C. as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 20 miles southeast of Blanco, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)

ESTIMATED TIME

EXHIBITS

Carl E. Sherrill

Approx. 10 Minutes

Approx. 6

PROCEDURAL MATTERS

Huntington Energy, L.L.C., will request that this case be consolidated for the purpose of hearing with case 13417. These cases involve adjoining spacing units and the testimony in each case is similar.

William F. Carr

Attorney for Huntington Energy, L.L.C.