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. 13417

200

MAR 11 AM 10 19

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

APPLICANT

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

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 E/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



Pre-Hearing Statement NMOCD Case No. 13417 Page 2

Dakota Gas Pool; the NE/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 NE/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. 1-2 to be drilled at an standard well location 2338 feet from the North line and 1282 feet from the East line 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

Carl E. Sherrill

Approx. 10 Minutes

Approx. 6

EXHIBITS

PROCEDURAL MATTERS

Huntington Energy, L.L.C., will request that this case be consolidated for the purpose of hearing with case 13418. These cases involve adjoining spacing units and the testimony in each case is similar.

Attorney for Huntington Energy, L.L.C.