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:

CASE NO. 13457

2005

AM 10

APPLICATION OF BP AMERICA PRODUCTION COMPANY FOR COMPULSORY POOLING, LEA 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

ATTORNEY

BP America Production Company Attn.: Tom Furtwangler Post Office Box 22024 Tulsa, OK 74121-2024 (281) 366-7861 (281) 366-2801 facsimile Michael Feldewert Ocean Munds-Dry Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 facsimile

OPPONENT

OPPONENT

None.

None.

STATEMENT OF CASE

Applicant in the above-styled cause seeks an order pooling the record title owner of State Lease B-1431-4 covering the SE/4 SW/4 of Section 28, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, from the base of the Abo formation to the base of the Morrow formation to form a standard S/2 320-acre gas spacing and proration unit for all formations or pools spaced on 320 acres within this vertical extent, which presently includes but are not necessarily limited to the Undesignated Vacuum Morrow Gas Pool. This spacing and proration unit will be dedicated to the existing Sunflower 28 State Well No. 1 located 1460 feet from the South line and 660 feet from the East line (Unit I) of said Section 28. Applicant has been unable to locate the record title owner of State Lease B-1431-4.

PROPOSED EVIDENCE

WITNESSES	EST. TIME	EXHIBITS
(Name and expertise)		

None: This case will be presented pursuant to the alternative procedure authorized by Rule 1207.A(1)(b)

PROCEDURAL MATTERS

BP America Production Company is not aware of any procedural matters at this time.

Respectfully Submitted,

Holland & Hart LLP

Michael H. Feldewert Ocean Munds-Dry Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 facsimile

Attorneys for BP America Production Company