

**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. 13483

**APPLICATION OF BP AMERICA PRODUCTION
COMPANY FOR AN EXCEPTION TO THE WELL
DENSITY REQUIREMENTS FOR THE BLANCO-
MESAVERDE GAS POOL, SAN JUAN 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

BP America, Inc.
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ATTORNEY

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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an exception to the well density requirements of Rule I.B of the Special Rules and Regulations for the Blanco-Mesaverde Gas Pool to permit it to produce the following two Mesaverde wells located in the same quarter-quarter section (SE/4 NE/4) on a standard spacing and proration unit comprised of the East half of Section 28, Township 32 North, Range 10 West, NMPM:

- the Holmberg Gas Com Well No. 1R (**API No. 30-045-29299**) which was directionally drilled from a surface location 990 feet from the North line and 1710 feet from the East line (Unit B) to a bottomhole location 1847 feet from the North line and 823 feet from the East line (Unit H) of said section, and
- the Holmberg Gas Com Well No. 1B (**API No. 30-045-30270**) located 2200 feet from the North line and 1220 feet from the East line (Unit H) of the section.

Said wells are located approximately 12 miles northeast of Aztec, New Mexico.

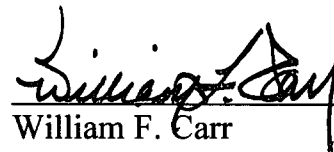
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
J. W. Hawkins (Petroleum Engineer)	Approx. 20 Minutes	Approx. 6

PROCEDURAL MATTERS

BP America Production Company has none at this time.



William F. Carr
Attorney for BP America Production
Company