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: AM 10 18

CASE NO. 13570

APPLICATION OF GRUY PETROLEUM MANAGEMENT COMPANY FOR SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Gruy Petroleum Management Co.

Attn: Zeno Farris

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Irving, Texas 75039

(972) 443-6470

ATTORNEY

William F. Carr, Esq.

Ocean Munds-Dry

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STATEMENT OF CASE

Applicant in the above-styled cause seeks authorization to simultaneously dedicate the standard 160-acre gas spacing unit in Rhodes formation, Rhodes Yates-Seven Rivers Gas Pool, comprised of the SW/4 of Section 5, Township 26 South, Range 37 East, NMPM, to its Rhodes Federal Unit Well No. 54 (API No. 30-025-31463) located in Unit K at a standard location 1930 feet from the South line and 1980 feet from the West line of said Section 5 and its Rhodes Federal Unit Well No. 56 which it proposes to drill at a standard location 1930 feet from the South line and 1980 feet from the West line (Unit M) of said Section 5.

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PROPOSED EVIDENCE

APPLICANT

EST. TIME **EXHIBITS** WITNESSES

Jon Tate (Landman) Approx. 15 min. Approx. 4

Kim Nordstog (Geologist) Approx. 25 min. Approx. 12

PROCEDURAL MATTERS

Gruy Petroleum Management Company will request that cases 13567, 13568, 13569, 13570, 13571 and 13572 be consolidated for hearing.

PROCEDURAL MATTERS

Gruy Petroleum Management Company has none at this time.

Ocean Munds-Dry

Attorneys for Gruy **Petroleum**

Management Company