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

APPLICATION OF MANZANO, LLC FOR APPROVAL OF THE WEST CROSSROADS SAN ANDRES STATE EXPLORATORY UNIT, LEA COUNTY, NEW MEXICO

JUN 21 2018 PHO 1:55

Case No. 16229

MANZANO, LLC'S PRE-HEARING STATEMENT

Manzano, LLC ("Manzano") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

Manzano is the applicant in this case. Its business address is Post Office Box 1737, Roswell, New Mexico 88202-1737. Manzano is represented by the undersigned counsel.

STATEMENT OF THE CASE

Manzano's application seeks an order approving its West Crossroads San Andres State Exploratory Unit ("the Unit"), which is comprised of 4,153.72 acres, more or less, of State of New Mexico lands situated in Lea County, described as follows:

Township 9 South, Range 35 East, N.M.P.M.

Section 36: All

Township 9 South, Range 36 East, N.M.P.M.

Section 32: All

Township 10 South, Range 35 East, N.M.P.M.

Section 1: N/2

Township 10 South, Range 36 East, N.M.P.M.

Section 5: All

Section 6: All

Section 7: All

Section 8: All

The unitized interval is the San Andres formation, defined as the stratigraphic equivalent of the interval between 4,075 feet and 5,503 feet as depicted on the sonic log dated January 31, 1960 for the Pure Oil State Lea H#1 well (API No. 30-025-03625) located 1,980 feet from the south line and 660 feet from the west line in Section 32, Township 9 South, Range 36 East, N.M.P.M., in Lea County.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Nick McClelland (Landman)	10 minutes	Approx. 3
John Worrall (Geologist)	10 minutes	Approx. 5

Manzano reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

Manzano is not aware of any procedural matters to be resolved prior to the hearing.

Respectfully submitted,

HINKLE SHANOR LLP

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