

**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. 13582
(Reopened)**

**APPLICATION OF CHESAPEAKE OPERATING, INC.
FOR STATUTORY UNITIZATION OF THE TRINITY
BURRUS UNIT AREA, EDDY COUNTY, NEW
MEXICO**

APPLICANT'S PRE-HEARING STATEMENT

Applicant hereby submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Chesapeake Operating, Inc.
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ATTORNEY

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APPLICANT'S STATEMENT OF CASE

Applicant in the above-styled cause seeks a supplemental order pursuant to the provisions of N.M.S.A. § 70-7-8 (2006) that the plan for unit operations has been approved by at least seventy-five percent of the working interest owners in the Trinity Burrus Unit and that the Unit can now become effective pursuant to Order No. R-12496. By Order No. R-124966, entered on January 24, 2006, the Division approved the application of Chesapeake Operating, Inc. for statutory unitization of the Trinity Burrus Unit area in Eddy County, New Mexico. In its order, the Division required that the

description of the unitized interval be revised and the agreement be re-ratified. McQuadrangle made the required revision and has sought and acquired re-ratification of the unit. Said unit area is located approximately 25 miles northeast of Lovington, New Mexico.

APPLICANT'S PROPOSED EVIDENCE

WITNESS (Name and Expertise)	ESTIMATED TIME	EXHIBITS
By Affidavit		

PROCEDURAL MATTERS

Chesapeake Operating, Inc. has none at this time.

Respectfully submitted,

HOLLAND & HART, LLP

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