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. <u>1368</u>0

APPLICATION OF EOG RESOURCES, INC. FOR COMPULSORY POOLING, EDDY 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		2006
APPLICANT	ATTORNEY	MAR
EOG Resources, Inc.	William F. Carr, Esq.	23
Attn: Dan McCright	Holland & Hart LLP	٥
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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Wolfcamp formation in the spacing and proration unit/horizontal well Project Area comprised of the S/2 of Section 15, Township 17 South, Range 24 East, N.M.P.M., Eddy County, New Mexico for all formations and/or pools developed on 320-acre spacing which includes but is not limited to the Undesignated Northeast Collins Ranch-Wolfcamp Pool. This spacing unit/horizontal well Project Area is to be dedicated to the

Pre-Hearing Statement NMOCD Case No. <u>13680</u> Page 2

Hudson "15" Federal Com No. 1H to be drilled from a standard gas well surface location 760 feet from the South line and 660 feet from the East line and then horizontally drilled in the Wolfcamp formation in a westerly direction to a projected bottomhole location 760 feet from the South line and 660 feet from the west line of said Section 15 at a total vertical depth of approximately 5,400 feet. The well will test all formations from the surface through the Wolfcamp formation. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of EOG Resources, Inc. as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 8 miles west of Artesia, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

ESTIMATED TIME

EXHIBITS

(Name and Expertise)

Dan McCright (Land)

Approx. 15 Minutes

Approx. 6

PROCEDURAL MATTERS

EOG Resources, Inc., has none at this time.

William F. Carr

Attorney for EOG Resources, Inc.

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