

**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:**

**APPLICATION OF MAGNUM HUNTER
PRODUCTION, INC. FOR CANCELLATION
OF ONE DRILLING PERMIT AND APPROVAL
OF A SECOND DRILLING PERMIT, LEA
COUNTY, NEW MEXICO.**

Case No. 13,749

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Magnum Hunter Production, Inc.
Suite 1500
5215 North O'Connor Blvd.
Irving, Texas 75039

Attention: Jeff Gotcher

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

7/13/06

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order canceling a drilling permit issued to Samson Resources Company covering the S/2 of Section 10, Township 20 South, Range 33 East, NMPM, and requiring the Division's Hobbs District Office to approve a drilling permit filed by applicant covering the E/2 of said Section 10, to form a standard 320-acre gas spacing and proration unit in the West Teas-Morrow Gas Pool.

OPPONENT

Conf to Aug 3

PROPOSED EVIDENCE**APPLICANT****WITNESSES****EST. TIME****EXHIBITS**Jeff Gotcher
(landman)

15 min.

Approx. 4

(geologist)

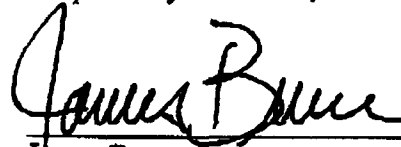
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Approx. 4

OPPONENT**WITNESSES****EST. TIME****EXHIBITS****PROCEDURAL MATTERS**

-None-

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043Attorney for Magnum Hunter Production,
Inc.