STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION PROFISION OF THE PROF

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF READ & STEVENS, INC. TO LIMIT THE WELL SAPCING RULES OF THE LAKE ARTHUR-PENNSYLVANIAN GAS POOL TO ITS CURRENT HORIZONTAL EXTENT, CHAVES COUNTY, NEW MEXICO.

Case No.	13804	

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Read & Stevens, Inc.

Suite 1000

400 North Pennsylvania

Roswell, New Mexico 88201

Attention:

John Maxey

(505) 622-3770

OPPONENT

OPPONENT'S ATTORNEY

APPLICANT'S ATTORNEY

Santa Fe, New Mexico 87504

James Bruce

P.O. Box 1056

(505) 982-2043

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order limiting the well spacing rules of the Lake Arthur-Pennsylvanian Gas Pool to acreage currently within the designated horizontal extent of the pool. The pool is developed on 160 acre spacing. The pool covers the SE¼ of Section 36, Township 15 South, Range 26 East, NMPM and the SW¼ of Section 31, Township 15 South, Range 27 East, NMPM.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

John Maxey 20 min. Approx. 4

(engineer)

OPPONENT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

PROCEDURAL MATTERS

Respectfully submitted,

Post Office Box 1056

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Attorney for Read & Stevens, Inc.