

**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. 13893

**APPLICATION OF YATES PETROLEUM CORPORATION FOR
APPROVAL OF A PILOT PROJECT IN THE NORTH DAGGER
DRAW-UPPER PENNSYLVANIAN UNIT FOR PURPOSES OF
ESTABLISHING PROPER WATERFLOOD INJECTION
PATTERNS AND FOR A TEMPORARY EXEMPTION FROM
THE PROVISIONS OF DIVISION RULES 203 CONCERNING
APPROVED TEMPORARY ABANDONMENT OF WELLS,
EDDY COUNTY, NEW MEXICO.**

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PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Mr. David Boneau
Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210-2118
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ATTORNEY

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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order authorizing a pilot program the S/2 of Section 20 and all of Section 29, Township 19 South, Range 25 East, N.M.P.M., within the North

Dagger Draw-Upper Pennsylvanian Unit, for purposes of establishing a program to determine proper injection patterns in the Unit Area, Eddy County, New Mexico. Applicant also seeks an exemption from the Approved Temporary Abandonment provisions of Division Rule 203 during the time pilot project operations are being conducted. Said wells are located approximately 12 miles south southwest of Artesia, New Mexico.

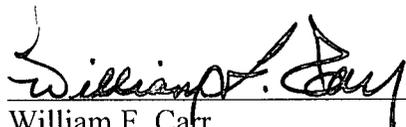
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
David Boneau (Petroleum Engineer)	Approx. 45 Minutes	Approx. 15

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.



William F. Carr
Attorney for Yates Petroleum Corporation