

**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 U.S. ENERCORP, LTD. FOR  
AN EXCEPTION TO THE WELL DENSITY  
REQUIREMENTS OF THE SPECIAL RULES AND  
REGULATIONS FOR THE WEST PUERTO CHIQUITO  
-MANCOS POOL AND AN UNORTHODOX OIL WELL  
LOCATION, RIO ARriba COUNTY, NEW MEXICO.**

**Case No. 14,034**

**PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by U.S. Enercorp, Ltd. as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

U.S. Enercorp, Ltd.  
Suite 405  
8610 North New Braunfels  
San Antonio, Texas 78217

Attention: John Sowell  
(210) 829-4888

**APPLICANT'S ATTORNEY**

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

**OPPONENT**

**OPPONENT'S ATTORNEY**

**STATEMENT OF THE CASE**

**APPLICANT**

Applicant seeks an order approving an unorthodox oil well location in the West Puerto Chiquito-Mancos Pool for its proposed Almagre Arroyo 30 Well No. 2, to be drilled at a surface location 2313 feet from the south line and 2602 feet from the east line of Section 30, with an approximate bottom hole location 1000 feet from the north line and 1000 feet from the west line of Section 30, Township 24 North, Range 1 East, NMPM. Lots 1-4, E/2W/2, and E/2 (All) of Section 30 will be dedicated to the well. Applicant further requests that said well be allowed to produce

concurrently with applicant's Almagre Arroyo 30 Well No. 1, which is completed in the West Puerto Chiquito-Mancos Pool at a surface location 2605 feet from the south line and 2400 feet from the west line of Section 30, with a permitted bottom hole location 990 feet from the north line and 990 feet from the west line of Section 30.

OPPONENT

**PROPOSED EVIDENCE**

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
_____ (landman)	15 min.	Approx. 4
J. McConnell (geologist)	15 min.	Approx. 4

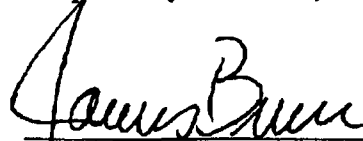
OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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**PROCEDURAL MATTERS**

-None-

Respectfully submitted,



James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

Attorney for U.S. Enercorp, Ltd.