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 CELERO ENERGY II L.P. FOR EXPANSION OF A WATERFLOOD PROJECT, CHAVES COUNTY, NEW MEXICO.

Case No. 14,047

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Celero Energy II, L.P.

Suite 1601

400 West Illinois

Midland, Texas 79701

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APPLICANT'S ATTORNEY

James Bruce

P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

John E. Lodge

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks approval to expand the Caprock-Queen Waterflood Project (Caprock-Queen Pool), originally approved by Oil Conservation Commission Order Nos. R-1456 and R-2470, by the injection of water into twenty wells located on a federal lease covering all of Section 4, the E/2E/2 of Section 5, and all of Section 9, Township 14 South, Range 31 East, N.M.P.M.

OPPONENT

PROPOSED EVIDENCE

JHMESBRUCE

<u>APPLICANT</u>

EST. TIME **WITNESSES EXHIBITS**

John Lodge Approx. 3 10 min. (landman)

Jon Baker 15 min. Approx. 5 (geologist)

John Anderson 25 min. Approx. 3 (engineer)

OPPONENT

EXHIBITS WITNESSES EST. TIME

PROCEDURAL MATTERS

James Bruce

Respectfully submitted,

Post Office Box 1056 Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Celero Energy II, L.P.