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 PURPOSES OF CONSIDERING:

CASE NO. 14095

APPLICATION OF NEWKUMET EXPLORATION, INC. FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

ATTORNEY

Newkumet Exploration, Inc. P.O. Box 11330

Midland, Texas 79702

.....

James Bruce

Post Office Box 1056 Santa Fe, NM 87504

OPPONENT

APPLICANT

OPPONENT'S ATTORNEY

Avinash Ahuja R&R Royalties, Ltd. 500 N. Shoreline # 322 Corpus Christi, TX 78471 361-882-3858 Ocean Munds-Dry Holland & Hart, LLP P.O. Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

STATEMENT OF CASE

APPLICANT

OPPONENT

Opponent has not had sufficient time to negotiate terms of a voluntary agreement with Applicant.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

ESTIMATED TIME

EXHIBITS

OPPONENT

WITNESSES

ESTIMATED TIME

EXHIBITS

None

PROCEDURAL MATTERS

R & R Royalties, Inc. has none at this time.

Ocean Munds-Dry

Attorney for R&R Royalties, Inc.