

**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 YATES PETROLEUM
CORPORATION FOR APPROVAL OF A UNIT
AGREEMENT, EDDY COUNTY, NEW MEXICO.**

CASE NO. 14121

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Robert Bullock
Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210-2118
(505) 748-1471

ATTORNEY

Ocean Munds-Dry, Esq.
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SEP 11 2007

STATEMENT OF CASE

APPLICANT

Applicant seeks approval of the Banquet Exploratory Unit from the surface to the base of the Morrow formation in an area comprising 960 acres of Federal and State of New Mexico lands in Section 24 and 25 in Township 21 South, Range 21 East, NMPM, which is located approximately 45 miles southeast of Artesia, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

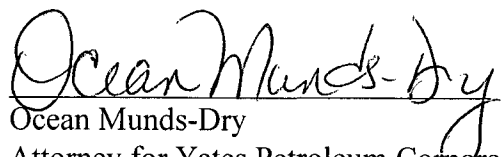
ESTIMATED TIME

EXHIBITS

By Affidavit

PROCEDURAL MATTERS

Pursuant to Division policy Yates Petroleum Corporation will present this case by Affidavit.


Ocean Munds-Dry
Attorney for Yates Petroleum Corporation.