

**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. 14288

**APPLICATION OF EOG RESOURCES, INC.
FOR COMPULSORY POOLING,
EDDY 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

APPLICANT

EOG Resources, Inc.
c/o Doug Hurlbutt
P. O. Box 2267
Midland, Texas 79702

ATTORNEY

Ocean Munds-Dry
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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Morrow formation in the following described spacing and proration units located in the S/2 of Section 3, Township 25 South, Range 27 East, N.M.P.M., Eddy County, New Mexico: the S/2 for all formations and/or pools developed on 320-acre spacing within this vertical extent including the Undesignated North Hackberry Draw-Morrow Gas Pool, the Undesignated West Salt Draw Morrow Gas Pool and the Undesignated Waterhole Corral-Atoka Gas Pool; the SW/4 for all formations and/or pools developed on 160-acre spacing within this vertical extent; and the NW/4

SW/4 for all formations and/or pools developed on 40-acre spacing within this vertical extent including the Undesignated South Sulphate Draw-Delaware Pool. Said unit is to be dedicated to its Hoyt 3 State Com No. 1 to be drilled from a location 1930 feet from the South line and 660 feet from the West line of said Section 3. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of EOG Resources, Inc. as operator of the well and a 200% charge for risk involved in drilling said well.

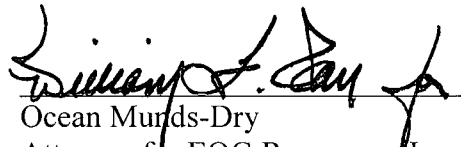
PROPOSED EVIDENCE

APPLICANT

WITNESSES	ESTIMATED TIME	EXHIBITS
Doug Hurlbut, Petroleum Landman	Approx. 15 minutes	Approx. 6

PROCEDURAL MATTERS

Williams has none at this time.


Ocean Murds-Dry
Attorney for EOG Resources, Inc.