MIST PATIFIED

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENTS OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 74405

APPLICATION OF PEDERNALES PRODUCTION, LP FOR APPROVAL OF AUNITAGREEMENT, 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

APPLICANT

ATTORNEY

Pedernales Production, LP c/o Mark Wheeler

William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988.4421

STATEMENT OF CASE

APPLICANT

Applicant seeks approval of the UNO State Exploratory Unit for all formations from the surface to the base of the Wolfcamp formation in an area comprising 1,600.00 acres, more or less, of State of New Mexico Lands is Sections 23, 24 and 25 of Township 14 South, Range 34 East, NMPM.

PROPOSED EVIDENCE

WITNESSES (Name and Expertise)

ESTIMATED TIME

EXHIBITS

Pedernales Production, LP will present this case by Affidavit.

PROCEDURAL MATTERS

Pedernales Production, LP has none at this time.

William F. Car

Attorney for Pedernales Production, LP