

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 SAMSON RESOURCES
COMPANY FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

1-21-04
Case No. 13208

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Samson Resources Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Samson Resources Company
Suite 1170
200 North Lorraine
Midland, Texas 79701

Attention: Peggy Kerr
(432) 683-7063

APPLICANT'S ATTORNEY

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following acreage in Section 28, Township 21 South, Range 35 East, NMPM, and in the following manner: The N $\frac{1}{4}$ to form a standard 320 acre gas spacing and proration unit for any and all formations and/or pools developed on 320 acre spacing within that vertical extent; the NW $\frac{1}{4}$ to form a standard 160 acre gas spacing and proration unit for any and all formations and/or pools developed on 160 acre spacing within that vertical extent; and the NW $\frac{1}{4}$ NW $\frac{1}{4}$ to form a standard 40 acre oil spacing and proration unit for any and all formations and/or pools developed on 40 acre spacing within that vertical extent. The units will be dedicated to applicant's Longhorn "28" State Well No. 1, to be drilled at an orthodox location in the NW $\frac{1}{4}$ NW $\frac{1}{4}$ (Unit D) of Section 28. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating

costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENTPROPOSED EVIDENCEAPPLICANTWITNESSES

(landman)

EST. TIME

10 min.

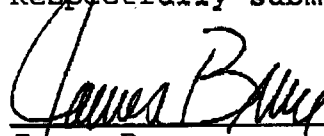
EXHIBITS

1. Land plat
2. Correspondence
3. AFE
4. Notice affidavit

OPPONENTWITNESSESEST. TIMEEXHIBITSPROCEDURAL MATTERS

-None-

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Samson Resources
Company