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

2009 DEC 14 A 8: 24

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

APPLICATION OF AGUA SUCIA, LLC TO REINSTATE ADMINISTRATIVE ORDER SWD-559 FOR A SALT WATER DISPOSAL WELL, LEA COUNTY, NEW MEXICO.

Case No. 14,411

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

APPLICANT'S ATTORNEY

Agua Sucia, LLC

James Bruce

14605 South Memorial Drive

P.O. Box 1056

Bixby, Oklahoma 74008

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

Denis Schoenhofer

OPPONENT

OPPONENT'S ATTORNEY

Armstrong Energy Corp. William F. Carr

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order reinstating Division Administrative Order SWD-559 for a salt water disposal well, approving disposal into the Bone Spring formation in the Government E Well No. 1, located 610 feet from the south line and 1880 feet from the west line of Section 25, Township 19 South, Range 34 East, NMPM, at depths of 9716-10240 feet subsurface.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

Ben Stone 20 min. Approx. 3

Robert Lee 20 min. Approx. 4

OPPONENT

<u>WITNESSES</u> <u>EST. TIME</u> EXHIBITS

PROCEDURAL MATTERS

Applicant requests that Ben Stone be allowed to testify by telephone.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Agua Sucia, LLC

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this _______ day of December, 2009 by facsimile transmission:

William F. Carr Holland & Hart LLP P.O. Box 2208 Santa Fe, New Mexico 87504 (505) 983-6043

James Bruce