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 WILLIAMS PRODUCTION CO., LLC FOR AN EXCEPTION TO THE SPECIAL RULES AND REGULATIONS FOR THE BLANCO-MESAVERDE GAS POOL FOR INCREASED WELL DENSIFY IN THE ROSA UNIT, SAN JUAN AND RIO ARRIBA COUNTIES, NEW MEXICO CASE NO. 14586

PRE- HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Williams Production Co., LLC Post Office Box 3102 Tulsa, Oklahoma 74101

ATTORNEY

Ocean Munds-Dry Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

STATEMENT OF CASE

APPLICANT

Applicant, in the above-styled cause seeks exceptions to the Special Rules and Regulations for the Blanco-Mesaverde Gas Pool to allow up to 8 Mesaverde wells per 320-acre spacing unit in the Rosa Unit, San Juan and Rio Arriba Counties. Said area is located approximately 9 miles southeast of Arbolies, Colorado.

PROPOSED EVIDENCE

WITNESSES	ESTIMATED TIME	EXHIBITS
Vern Hansen, Petroleum Landman	15 minutes	Approx. 5
Laura Wray, Sr. Staff Geoscientist	30 minutes	Approx. 15
Marcia Brueggenjohann, Managing Reservoir Engineer for San Juan Basin	20 minutes	Approx. 5
Ken McQueen, Petroleum Engineer/ Director San Juan Region	30 minutes	Approx. 10

PROCEDURAL MATTERS

Williams and ConocoPhillips will have a Stipulation to present to the Examiner at the hearing.

Respectfully submitted,

HOLLAND & HART LLP

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ATTORNEY FOR WILLIAMS PRODUCTION CO., LLC

CERTIFICATE OF SERVICE

I certi	fy that on December 29, 2010 I served a copy of the foregoing document to
the following	by
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	U.S. Mail, postage prepaid
П	Hand Delivery
$\overline{\boxtimes}$	Fax
	Electronic Service by LexisNexis File & Serve

Tom Kellahin Kellahin & Kellahin 706 Gonzales Road Santa Fe, NM 87501 (505) 216-2780 FAX tkellahin@comcast.net

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