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

APPLICATION OF SHELL WESTERN E & P INC. TO AMEND DIVISION ADMINISTRATIVE ORDER DHC-1149, LEA COUNTY, NEW MEXICO

CASE NO. 11435

PREHEARING STATEMENT

This prehearing statement is submitted by Applicant as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT:

Shell Western E & P Inc. P. O. Box 576 Houston, Texas 77001 Attention: R. L. Sykes (713) 544-3868

ATTORNEY:

Hinkle, Cox, Eaton,
Coffield, & Hensley
P. O. Box 2068
Santa Fe, New Mexico 87504
(505) 982-4554

OPPOSITION OR OTHER PARTY:

<u>ATTORNEY</u>:

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STATEMENT OF CASE

APPLICANT:

Applicant obtained DHC-1149 to allow commingled production from the Wolfcamp and Pennsylvanian formations. However, in order to keep the well pumped-off and producing properly, commingled allowables of 300 bopd and 300 bwpd are required.

OPPOSITION OR OTHER PARTY:

PROPOSED EVIDENCE

APPLICANT:

<u>Witnesses</u> <u>Est. Time</u> <u>Exhibits</u>

Engineer 25 minutes Approx. 8

OPPOSITION:

<u>Witnesses</u> <u>Est. Time</u> <u>Exhibits</u>

PROCEDURAL MATTERS

HINKLE, COX, EATON, COFFIELD, & HENSLEY, P.L.L.C., LTD., CO.

James Bruce

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Santa Fe, New Mexico 87504

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Attorneys for Shell Western E&P Inc.