# 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:

1996

APPLICATION OF POGO PRODUCING
COMPANY FOR AN EXCEPTION TO THE
SALT PROTECTION CASING STRING
REQUIREMENTS OF DIVISION ORDER
NO. R-111-P, EDDY COUNTY, NEW MEXICO

OH Consideration (1) (0)

CASE NO. 11611

## PRE-HEARING STATEMENT

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

## **APPEARANCES**

## APPLICANT'S ATTORNEY

## APPLICANT

James Bruce
Hinkle, Cox, Eaton, Coffield
& Hensley, L.L.P.
P.O. Box 2068
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(505) 982-4554

Pogo Producing Company P.O. Box 10340 Midland, Texas 79702

(915) 682-6822

Attn: Scott McDaniel

OPPONENT'S ATTORNEY

OPPONENT

## STATEMENT OF THE CASE

#### APPLICANT

Applicant seeks to drill its Amax "24" Fed. Well No. 13 without the salt protection string required by Order No. R-111-P. The well, located in Unit M of §24-T23S-R31E, will be drilled in an area that is unleased for potash, and has been extensively developed for oil and gas. Furthermore, there are other wells in the area which have been drilled without the salt protection string. Drilling the well with the salt protection string will adversely affect the well's economics.

# OPPONENT

# PROPOSED EVIDENCE

# APPLICANT

WITNESSES	EST. TIME	<u>EXHIBITS</u>
Scott McDaniel (landman)	10 min.	<ul><li>(a) land plat</li><li>(b) potash map</li></ul>
George Dillman (geologist)	10 min.	<ul><li>(a) structure map</li><li>(b) cross-section</li></ul>
Mark Burkett (engineer)	10 min.	<ul><li>(a) AFE</li><li>(b) well economics</li></ul>
<u>OPPONENT</u>		
WITNESSES	EST. TIME	<u>EXHIBITS</u>

# PROCEDURAL MATTERS

-None-

HINKLE, COX, EATON, COFFIELD HENSLEY, L.L.P.

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Attorneys for Pogo Producing Company