

STATE OF NEW MEXICO REPORT OF THE PH 4: 21

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

CASE NO. 12037

APPLICATION OF YATES PETROLEUM CORPORATION FOR POOL CONTRACTION, POOL EXTENSION AND SPECIAL POOL RULES, OR IN THE ALTERNATIVE, SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT Yates Petroleum Corporation c/o Doug Hurlbut 105 South Fourth Street Artesia, New Mexico 88210 (505) 748-1471 name, address, phone and contact person William F. Carr, Esq. Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421

OPPOSITION OR OTHER PARTY Chesapeake Operating W. Thomas Kellahin, Esq. Kellahin & Kellahin Post Office Box 2265 Santa Fe, NM 87504-2265 (505) 982-4285

name address nhone and

Pre-hearing Statement NMOCD Case No. 12037 Page 2

OPPOSITION OR OTHER PARTY	ATTORNEY
Ocean Energy	Jim Bruce, Esq. Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043
name, address, phone and contact person	

STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

Yates Petroleum Corporation, applicant in the above-captioned case seeks contraction and extension of the boundaries of the North Shoe Bar-Atoka Gas Pool to conform to the acreage dedicated to the wells therein, and the promulgation of Special Pool Rules and Regulations which authorized a second well on each standard spacing and proration unit in the pool. In the alternative, applicant seeks authorization to simultaneously dedicate its Brunson "AQK" State Com Well No. 1 located 2260 feet from the North line and 1795 feet from the East line (Unit G) ad its Big Flat "ASN" State Com. Well No. 1 located 1650 feet from the South line and 1980 feet from the East line, both in Section 10, Township 16 South, Range 35 East, to a standard gas spacing unit comprised of the E/2 of Section 10 in the North Shoe Bar-Atoka Gas Pool.

OPPOSITION OR OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

Pre-hearing Statement NMOCD Case No. 12037 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

(Name and expertise)

Eric Cummins, Geologist

15 Min.

Approximately 4

OPPOSITION

WITNESSES (Name and expertise)

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing)

Signature

Pre-hearing Statement NMOCD Case No. 12037 Page 4

CERTIFICATE OF MAILING

I hereby certify that on this ______ day of January, 1999, I have caused to be hand-delivered a copy of our Pre-Hearing Statement in the above-captioned cases to the following counsel of record:

W. Thomas Kellahin, Esq. Kellahin & Kellahin 117 North Guadalupe Street Santa Fe, New Mexico 87501

Jim Bruce, Esq. 612 Old Santa Fe Trail, Suite B Santa Fe, New Mexico 87501

William Fl Carr