

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

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

CASE NO. 12119

OIL CONSERVATION DIVISION
MAR 20 PM 1:31

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION
TO DISCUSS POSSIBLE AMENDMENTS
TO 19 NMAC 15.C.104 PERTAINING TO
WELL SPACING AND THE NOTICE
REQUIREMENTS THROUGHOUT THE
RULES INCLUDING 19 NMAC 15.N.

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

ATTORNEY

Oil Conservation Division

Marilyn Hebert, Esq.
Rand Carroll, Esq.
Oil Conservation Division

name, address, phone and
contact person

OPPOSITION OR OTHER PARTY

ATTORNEY

Yates Petroleum Corporation
c/o Dave Pearson
105 South Fourth Street
Artesia, New Mexico 88210
(505) 748-1471

William F. Carr, Esq.
Campbell, Carr, Berge & Sheridan, P.A.
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

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.)

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.)

Yates Petroleum Corporation, will appear and present testimony in support of amending Oil Conservation Division Rule 104 to permit an infill well on each 320-acre gas spacing and proration unit. Yates will also testify in support of other proposed amendments to Rule 104.

PROPOSED EVIDENCE

APPLICANT

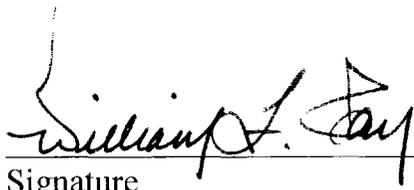
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
David Pearson, Engineer	15 Min.	Approximately 6

PROCEDURAL MATTERS

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



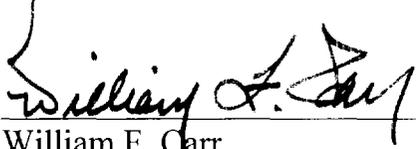
Signature

CERTIFICATE OF MAILING

I hereby certify that on this 20th day of April, 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:

Rand Carroll, Esq.
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

Marilyn Hebert, Esq.
Oil Conservation Commission
2040 South Pacheco Street
Santa Fe, New Mexico 87505



William F. Carr