

MA
3-31-99
PC

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 SANTA FE ENERGY
RESOURCES, INC. FOR COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO.

Case No. 12,145

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Santa Fe Energy
Resources, Inc.
Suite 1330
550 West Texas
Midland, Texas 79701
Attention: Steven J. Smith
(915) 686-6712

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

Robert E. Landreth

OPPONENT'S ATTORNEY

William F. Carr

STATEMENT OF THE CASE

APPLICANT

Applicant seeks to drill a well in the S $\frac{1}{4}$ §4-23S-34E, at an unorthodox location 660 feet FSL and FWL of Section 4 (approved by Administrative Order NSL-4241). The well will test the Morrow formation. One interest owner has not yet signed an operating agreement or farmed-out. Because of expiring leases, Applicant seeks to pool all formations spaced on 40, 160, and 320 acres.

OPPONENT

PROPOSED EVIDENCE**APPLICANT**

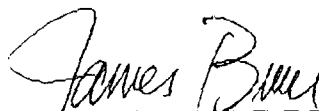
| <u>WITNESSES</u> | <u>EST. TIME</u> | <u>EXHIBITS</u> |
|------------------------------|------------------|--|
| Steven J. Smith (landman) | 10 min. | (a) land plat (b) interest listing (c) correspondence (d) AFE (e) notice affidavit |
| Tom Tinney (geologist) | 10 min. | (a) production map (b) isopach (c) cross-section |

OPPONENT

| <u>WITNESSES</u> | <u>EST. TIME</u> | <u>EXHIBITS</u> |
|------------------|------------------|-----------------|
|------------------|------------------|-----------------|

PROCEDURAL MATTERS

-None-



James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Santa Fe Energy
Resources, Inc.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Pre-Hearing Statement was sent to William F. Carr via facsimile transmission (983-6043) this 31st day of March, 1999.



James Bruce