CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F SHERIDAN MICHAEL H. FELDEWERT ANTHONY F. MEDEIROS PAUL R. OWEN KATHERINE M. MOSS JACK M. CAMPBELL OF COUNSEL JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 FACSIMILE: (505) 983-6043 E-MAIL: ccbspa@ix.netcom.com

April 13, 1999

HAND-DELIVERED

Lori Wrotenbery, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 2040 South Pacheco Street Santa Fe, New Mexico 87505

OIL CONSERVATION DIV. 99 APR 13 PH 2: 11

Re: Oil Conservation Division Case Nos. 12163; 12164 and 12165: Applications of Shackelford Oil Company for compulsory pooling, Lea County, New Mexico

Dear Ms Wrotenbery:

Shackelford Oil Company respectfully requests that these matters which are currently set on the Division docket for the April 15, 1999 hearings be continued to the April 29, 1999 Examiner hearing docket.

Your attention to this matter is appreciated.

Very truly yours,

WILLIAM F. CARR

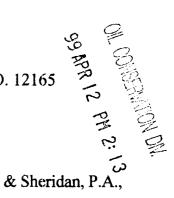
WFC:mlh cc: Mr. Don Shackelford

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 SHACKELFORD OIL COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 12165



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

Shackelford Oil Company c/o Don Shackelford Post Office Box 10665 Midland, TX 79702 (915) 682-9784 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

OTHER PARTY

ATTORNEY

name, address, phone and contact person

Pre-hearing Statement NMOCD Case No. 12165 Page 2

STATEMENT OF CASE

APPLICANT

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

Shackelford Oil Company, applicant in the above-captioned case, seeks an order pooling all mineral interests from the surface to the base of the Delaware formation, underlying the NW/4 SE/4 (Unit J) of Section 3, Township 20 South, Range 33 East, thereby forming a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre oil spacing within said vertical extent, which presently includes the Undesignated Teas Yates-Seven Rivers Pool and Undesignated West Teas Yates-Seven Rivers Pool. Said unit is to be dedicated to a well to be drilled at a standard oil well location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a charge for risk involved in drilling and completing said well.

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. 12165 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Don Shackelford, Land	15 Min.	Approximately 6
Bob Shackelford, Geologist	5 Min.	Approximately 2

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

PROCEDURAL MATTERS

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

ingt. San Signature