

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:

CASE NO. 12252

99 DCT 14 AM 3: 1

APPLICATION OF ENRON OIL & GAS COMPANY , INC. FOR COMPULSORY POOLING EDDY 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 ATTORNEY

ENRON Oil & Gas Company, Inc.

Attn: Patrick Tower

P.O. Box 2267

Midland, TX 79702

(915) 686-3776

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

ATTORNEY

Pre-hearing Statement NMOCD Case No. 12252 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Mississippian Chester formation underlying the following described acreage in Section 4, Township 17 South, Range 28 East, in the following manner: the E/2 to form a standard 320acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within that vertical extent, including the Undesignated Dog Canyon-Strawn Gas Pool and the Undesignated Southeast Crow-Flats Morrow Gas Pool, the SE/4 to form a standard 160-acre gas spacing and proration unit for any formations and/or pools developed on 160 acre-spacing within that vertical extent; the E/2 SE/4 to form a standard 80-acre spacing and proration unit for any formations and/or pools developed on 80-acre spacing within that vertical extent; and the SE/4 SE/4 to form a standard 40-acre spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent. Applicant proposes to dedicate these pooled units to its Amtrak State Com. Well No. 1 to be drilled and completing the well and the allocation of the costs 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 the well. The units are located approximately 13 miles northwest of Loco Hills, NM.

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. 12252 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS

(Name and expertise)

Patrick J. Tower 15 minutes 6 exhibits

(Landman)

Barry Zinz

(Geologist) 10 minutes 3 exhibits

OPPOSITION

WITNESSES EST. TIME EXHIBITS

(Name and expertise)

PROCEDURAL MATTERS

None at this time.

Signature