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October 15, 1999

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10-19-99

PLEASE DIRECT ALL CORRESPONDENCE TO OUR ARTESIA OFFICE

OCT | 9 1999

-STATION DAVIDRES

τ.

Ms. Lori Wrotenbery Oil Conservation Division 2040 S. Pacheco St. Santa Fe, NM 87505

> Application of Southwestern Energy Production Company for Pooling, Re: Eddy County, New Mexico - Case No. 12259

Dear Ms. Wrotenbery:

Enclosed is the original plus one copy of the Prehearing Statement in the above-referenced matter. This hearing is set for October 21, 1999.

Sincerely,

Sarboucherins

Barbara Lewis Secretary to Ernest L. Carroll

/bal Enclosures

Mr. James Bruce cc:

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

IN THE MATTER OF THE APPLICATION OF SOUTHWESTERN ENERGY PRODUCTION COMPANY FOR POOLING, EDDY COUNTY, NEW MEXICO

CASE NO. 12259

PREHEARING STATEMENT

This prehearing statement is submitted in the above captioned application by MACK ENERGY CORPORATION as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Mack Energy Corporation

ATTORNEY

Ernest L. Carroll Losee, Carson, Haas & Carroll, P.A. P.O. Box 1720 Artesia, NM 88211-1720 (505) 746-3505

Southwestern Energy Company

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

STATEMENT OF CASE

Mack Energy Corporation opposes an order pooling all mineral interests from the base of the Wolfcamp Formation to the surface on any basis other than on an oil well proration unit basis of 40 acres underlying the N/2 of Section 36, Township 17 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. Mack Energy Corporation and Southwestern Energy Company are involved in negotiations, which are expected to resolve all differences between the two companies. At this time, Mack Energy Corporation anticipates no need to call any witnesses. Mr. Bill Carr will enter an appearance at the hearing for Ernest L. Carroll on behalf of Mack Energy Corporation.

Respectfully submitted.

LOSEE, CARSON, HAAS & CARROLL, P.A.

CELS By:

Ernest L. Carroll P.O. Box 1720 Artesia, NM 88211-1720 (505)746-3505

Attorneys for Mack Energy Corporation

I hereby certify that I caused a true and correct copy of the foregoing pleading to be mailed to counsel of record this October 15, 1999.

Guilt

Ernest L. Carroll

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

IN THE MATTER OF THE APPLICATION OF SOUTHWESTERN ENERGY PRODUCTION COMPANY FOR POOLING. EDDY COUNTY, NEW MEXICO

CASE NO. 12259

NY FOR A COUNTY, NEW MEXICO PREHEARING STATEMENT This prehearing statement is submitted in the above captioned application by MACK GY CORPORATION as required by the Oil Conservation Division. ENERGY CORPORATION as required by the Oil Conservation Division.

APPLICANT

Mack Energy Corporation

Ernest L. Carroll Losee, Carson, Haas & Carroll, P.A. P.O. Box 1720 Artesia, NM 88211-1720 (505) 746-3505

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Caudl

Ernest L. Carroll