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 PRIDE ENERGY COMPANY FOR RESCISSION OF APPROVAL OF A CHANGE OF OPERATOR, LEA COUNTY, NEW MEXICO.

Case No. 12278

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by E.G.L. Resources, Inc. as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

APPLICANT'S ATTORNEY W. Thomas Kellahin

OPPONENT'S ATTORNEY

Pride Energy Company

OPPONENT

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

E.G.L. Resources, Inc. P.O. Box 371 Midland, Texas 79702 (915) 687-6560 Attention: W. Wesley Perry

STATEMENT OF THE CASE

APPLICANT

See applicant's pre-hearing statement.

OPPONENT

E.G.L. Resources, Inc. is the duly elected operator of the ARCO State Well No. 1, and approval of the Form C-104 for the well by the Division was proper. Therefore, the application should be denied.

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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W. Wesley Perry 20 min. Approx. 6

OPPONENT

WITNESSES

<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 E.G.L. Resources, Inc.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 1014 day of November, 1999:

W. Thomas Kellahin Kellahin & Kellahin P.O. Box 2265 Santa Fe, New Mexico 87504 Fax: (505) 982-2047

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