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. 12608

MAR -5 PH

APPLICATION OF DAVID H. ARRINGTON OIL & GAS, INC. FOR AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP and Campbell & Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

<u>ATTORNEY</u>

David H. Arrington Oil & Gas, Inc.

Attention: Bill Baker Post Office Box 2071 Midland, Texas 79702

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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks approval of an unorthodox gas well location in the Morrow formation, Austin-Morrow Gas Pool and the Mississippian formation for its the Mayfly "14" State Com. Well No. 4 to be re-entered and re-completed from the Strawn formation at an unorthodox gas well location 1651 feet from the North line and 371 feet from the West line of said Section 14. Said well is located approximately 5 miles west of Lovington, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

ESTIMATED TIME

EXHIBITS

(Name and Expertise)

Bill Baker (Geology)

Approx. 20 Minutes

Approx. 7

PROCEDURAL MATTERS

There are no procedural matters at this time.

Michael H. Feldewert

Attorney for David H. Arrington Oil & Gas, Inc.