COMMISSIONER'S OFFICE Phone (505) 827-5760 Fax (505) 827-5766

ADMINISTRATION Phone (505) 827-5700 Fax (505) 827-5853

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New Mexico State Land Office Commissioner of Public Lands Ray Powell, M.S., D.V.M.

COMMERCIAL RESOURCES Phone (505) 827-5724 Fax (505) 827-6157

MINERAL RESOURCES Phone (505) 827-5744 Fax (505) 827-4739

ROYALTY MANAGEMENT Phone (505) 827-5772 Fax (505) 827-4739

SURFACE RESOURCES Phone (505) 827-5793 Fax (505) 827-5711

April 4, 2001

Holland & Hart LLP and Campbell & Carr, Attorneys at Law P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Attention: Mr. William F. Carr

Re: In the matter of the application of Texaco Exploration & Production. Inc.

for approval of a pressure maintenance project for its New Mexico "O"

State "BA" Lease, Lea County, New Mexico

Dear Mr. Carr:

We are in receipt of your letter of April 3, 2001 notifying this office of the above-referenced application to the New Mexico Oil Conservation Divison.

Please be advised that we have no objection to Texaco's application.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

RP/JB/pm

pc: Reader File,

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 12638 Exhibit No. 8
Submitted by:
Texaco Exploration & Production, Inc.

Hearing Date: April 5, 2001

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. 12638

APPLICATION OF TEXACO EXPLORATION AND PRODUCTION, INC. FOR APPROVAL OF A PRESSURE MAINTENANCE PROJECT FOR ITS NEW MEXICO "O" STATE NCT-1 LEASE AND ITS STATE "BA" LEASE, LEA COUNTY, NEW MEXICO.

01 MAR 33 PH 3: 16

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

<u>APPLICANT</u> <u>ATTORNEY</u>

Texaco Exploration and Production, Inc.

Attention: Mike Mullins

Post Office Box 3109

Midland, Texas 79702

(915) 688.4488

William F. Carr, Esq.

Holland & Hart LLP and Campbell & Carr

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988.4421

STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks approval for injection of water into the Abo formation, North Vacuum-Abo Pool, Wolfcamp formation, Undesignated Vacuum-Wolfcamp Pool, and the Upper Pennsylvanian formation, Vacuum-Upper Pennsylvanian Pool through three injection wells located in the following described area:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM

Section 36: N/2, SE/4, S/2 SW/4

Said leases are located approximately 1 mile east of Buckeye, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Kevin Hickey (Engineer)	20 Minutes	Approximately 3
Robert Martin (Geology)	10 Minutes	Approximately 2

PROCEDURAL MATTERS

Texaco Exploration and Production, Inc. has none at this time.

William F. Carr
ATTORNEY FOR TEXACO EXPLORATION
AND PRODUCTION, INC.