# 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. 12675

APPLICATION OF DAVID H. ARRINGTON OIL & GAS, INC. FOR COMPULSORY POOLING AND UNORTHODOX OIL 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

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

David H. Arrington Oil & Gas, Inc. William F. Carr, Esq.

Attention: Bill Baker Holland & Hart LLP and Campbell & Carr

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# OTHER PARTIES ATTORNEY

None

#### STATEMENT OF CASE

# **APPLICANT**

Applicant seeks an order pooling all mineral interests in the W/2 of Section 31, Township 16 South, Range 36 East for all formations and/or pools developed on 320-acre spacing which presently includes but is not necessarily limited to the Undesignated East Shoe Bar-Chester Gas Pool. Said unit is to be dedicated to Applicant's proposed Double Hackle "31" State Com. Well No. 1 to be located at an unorthodox location 2400 feet from the South line and 1340 feet from the West line (Unit K) of said section at a depth sufficient to test all formations from the surface to the base of the Mississippian formation. Also to be considered will the cost of drilling and completing said well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well. Said area is located approximately 4 miles southwest of Lovington, New Mexico.

#### PROPOSED EVIDENCE

## <u>APPLICANT</u>

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Dale Douglas (Landman)	Approximately 10 Minutes	Approximately 6
Bill Baker (Geology)	Approximately 15 Minutes	Approximately 4

#### PROCEDURAL MATTERS

There are no procedural matters at this time.

William F. Carr

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