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

M-S

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 12869

APPLICATION OF BURLINGTON RESOURCES OIL & GAS COMPANY OF FOR COMPULSORY POOLING SAN JUAN COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by BURLINGTON RESOURCES OIL & GAS COMPANY LP as required by the Oil Conservation Division.

PPEARANCE OF PARTIES

APPLICANTS

ATTORNEY

Burlington Resources Oil & Gas Company LP PO Box 4289 Farmington, NM 87499 Attn: Alan Alexander (505) 326 9757

W. Thomas Kellahin Kellahin & Kellahin P.O. Box 2265 Santa Fe, NM 87504 (505) 982-4285 Pre-Hearing Statement Case No. 12869 Page 2

STATEMENT OF CASE

APPLICANTS

Burlington applies for an order pooling all mineral interests in the Mesaverde Formation underlying the N/2 in Section 18, T30N, R11W, NMPM, San Juan County, New Mexico. This unit is to be dedicated to its James Scott Well No. 1 to be drilled and completed at a standard well location in Unit A of this section. Also to be considered will be the costs of drilling and completing this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a charge for risk involved in this well

PROPOSED EVIDENCE

APPLICANT

WITNESSES

Jim Troiano (Landman)

Dave Clark (geologist) EST. TIME EXHIBITS

15 Min. cst. 4

40 Min est. 3

PROCEDURAL MATTERS

None pending

KELLAHIN AND KELLAH Bv:

W. Thomas Kellahin Attorney for Applicant