

**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. 12884

**APPLICATION OF FOUR STAR OIL & GAS
COMPANY FOR AN UNORTHODOX GAS WELL
LOCATION, SAN JUAN COUNTY, NEW MEXICO.**

PRE-HEARING STATEMENT

Holland & Hart LLP submits this Pre-Hearing Statement as required by the Oil
Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Four Star Oil & Gas Company
Attention: Jack T. Schmid, Jr.
11111 S. Wilcrest Drive
Houston, Texas 77099

ATTORNEY

William F. Carr, Esq.
Holland & Hart LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988.4421

STATEMENT OF CASE

APPLICANT

Applicant seeks an exception to the provisions of Rule 7 of the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool for its New Mexico State "32" Well No. 2 which has been drilled at an unorthodox off pattern location 905 feet from the North line and

1830 feet from the West line in Unit C of Section 32, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico. The well location is approximately 12 miles east of Farmington, New Mexico.

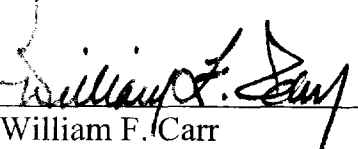
PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Tom Schmid, Jr. (Petroleum Engineer)	Approx. 15 Minutes	6

PROCEDURAL MATTERS

Four Star Oil & Gas Company has none at this time.



William F. Carr
Attorney for Four Star Oil & Gas Company