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

RECEIVED

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

FEB 1 4 2003

Oil Conservation Division

CASE NO. 13003

APPLICATION OF EOG RESOURCES, INC. FOR SIMULTANEOUS DEDICATION, EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

EOG Resources, Inc. Attn: Patrick Tower P.O. Box 2267 Midland, Texas 79702 (915) 686-3776 William F. Carr, Esq. Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988.4421

STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an exception to Division Rule 104.C.(2)(b) to permit the simultaneous dedication of the following wells to an existing 292.32-acre spacing and proration unit in the Morrow formation, South Empire-Morrow Gas Pool, comprised of the N/2 of irregular Section 7, Township 17 South, Range 29 East, NMPM:

Pre-Hearing Statement NMOCD Case No. 13003 Page 2

- A. Warp Speed A "7" Federal Com Well No. 1 located at a standard gas well location 1980 feet from the North line and 800 feet from the West line (Unit F) of Section 7 to produce the Middle and Lower Morrow Sands, and
- B. Warp Speed "7" Federal Com Well No. 2 located at a previously approved unorthodox surface location 1980 feet from the North line and 525 feet from the West line of Section 7 (NSL-___) and a standard bottomhole location in the Lower Morrow Sand at a point 1980 feet from the North line and 660 feet from the West line, to produce the Lower Morrow Sand.

Said area is located approximately 7 miles Northwest of Loco Hills, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Patrick Tower (Land)	Approx. 10 Minutes	Approx. 3
Randy Cate) (Petroleum Engineer)	Approx. 30 Minutes	Approx. 8

PROCEDURAL MATTERS

EOG Resources, Inc., has none at this time.

William F. Carr

Attorney for EOG Resources, Inc.