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:

APPLICATION OF POGO PRODUCING COMPANY FOR AN EXCEPTION TO DIVISION RULES TO ALLOW TWO OPERATORS IN A SINGLE WELL UNIT, OR IN THE ALTERNATIVE FOR TWO NON-STANDARD GAS SPACING AND PRORATION UNITS, EDDY COUNTY, NEW MEXICO.

Case No. 13023

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

<u>APPLICANT</u> Pogo Producing Company P.U. Box 10340 Midland, Texas 79702 APPLICANT'S ATTORNEY James Bruce P.O. Box 1055 Santa Fe, New Mexico 87504

(505) 982-2043

Attention: Leslyn Wallace (915) 685-8127

<u>OPPONENT</u> Atasca Resources, Inc.

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order allowing it to operate its proposed State "19" Com. Well No. 2, and allowing Atasca Resources, Inc. to operate its State "19" Com. Well No. 1, both in the McMillan-Morrow Gas Pool. All of Section 19, Township 20 South, Range 27 East, NMPM, will be dedicated to the two wells. IN THE ALTERNATIVE, applicant seeks an order creating two non-standard gas spacing and proration units in the McMillan-Morrow Gas Pool, one comprising the N% of Section 19 to be dedicated to the State "19" Com. Well No. 1 located in Unit F of Section 19, and the other comprising the S% of Section 19 to be dedicated to the State "19" Com. Well No. 2 to be located in Unit L of Section 19.

OPPONENT

PROPOSED EVIDENCE

سابقة فتد سأقفص

APPLICANT

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<u>WITNESSES</u>	<u>EST. TIME</u>	EXHIBITS
Leslyn Wallace (landman)	30 min.	Approx. 8

OPPONENT

<u>WITNESSES</u>

يرب بارتد برواد

<u>es</u>t. Time

<u>EXHIBITS</u>

PROCEDURAL MATTERS

-None-

ames Bruce

James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Pogo Producing Company

CERTIFICATE OF SERVICE

I certify that a copy of the foregoing pleading was served upon the following party of record this 9% day of March, 2003, by facsimile transmission:

Richard Rowman Atasca Resources, Inc. P.O. Box 130347 Houston, Texas 77219 (713) 529-5618 uur James Bruce