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. 10339

APPLICATION OF CONOCO INC. FOR A HIGH ANGLE/HORIZONTAL/DIRECTIONAL DRILLING PROJECT AND AN UNORTHODOX OIL WELL LOCATION, EDDY COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

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

APPEARANCE OF PARTIES

APPLICANT (name, address, phone and contact person)

ATTORNEY

Conoco Inc. 10 Desta Drive West Midland, TX 79705 Attn: Jerry Hoover (915) 686-5422 W. Thomas Kellahin KELLAHIN, KELLAHIN & AUBREY P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285



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STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

Conoco Inc. seeks approval for its Barbara Federal 13 well which is proposed as a high angle/horizontal/directionally drilled well in the North Dagger Draw Pool (R-4691-D).

Conoco will dedicate the NW/4 (160 acres) of Section 17, T19S, R25E, Eddy County, New Mexico to the well which is a standard sized spacing unit for this pool.

Conoco will honor the setback from the 660 foot side boundaries of the unit and will produce the well within the production limitations for this pool.

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PROPOSED EVIDENCE

APPLICANT

WITNESSES (name and expertise)	EST. TIME	EXHIB	XHIBITS	
Don Eubank (PE)	15-20 Min.		plat, C-102, Plan View,	
Bill Hardie (Geologist)	15-20 Min.		vertical section, drilling	
Mark McClelland (PE)	15-20 Min.		parameters	
		6-9:	Structure map, x-section, logs, horizontal well concept	
		10-16:	Fluid production history, oil production curve, reservior parameters, production profiles, reserve estimates, notices and	

PROCEDURAL MATTERS

receipts

(Please identify any procedural matters which need to be resolved prior to the hearing)

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KELLAHIN, KELLAHIN & AUBREY

By: W. Thomas Keylahin

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