#### 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:

JUL 05 1991

OIL CONSERVATION DIV. SANTA FE

CASE NO. 10348

APPLICATION OF KLM OIL & GAS FOR A HIGH ANGLE/HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT, RIO ARRIBA COUNTY, NEW MEXICO

#### PRE-HEARING STATEMENT

This pre-hearing statement is submitted by KLM Oil & Gas as required by the Oil Conservation Division.

#### APPEARANCE OF PARTIES

APPLICANT (name, address, phone and contact person)

**ATTORNEY** 

KLM Oil & Gas 5808 S. Rapp Street, Ste 102 KELLAHIN, KELLAHIN & AUBREY Littleton, CO 80120 Attn: Dan Sommers (714) 365-0100

W. Thomas Kellahin P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285

Pre-hearing Statement NMOCD Case No. 10348 Page 2

#### STATEMENT OF CASE

#### APPLICANT

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

KLM Oil & Gas seeks approval for a high angle horizontal/directional drilling pilot project including special operating rules and a project allowable for a well to be drilled at a standard surface well location and dedicated to a 640-acre standard spacing unit.

KLM proposes that this project be subject to the Special Rules and Regulations that govern the West Puerto Chiquito Mancos Pool and that Section 33 be dedicated as the spacing unit for this project.

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## PROPOSED EVIDENCE

## APPLICANT

WITNESSES (name and expertise)	EST. TIME	EXHIBITS
Dan Sommer (Geologist)	15 Min.	Structure map Cross-section
Bob Fielder (Drilling Engineer)	20 Min.	Vertical drilling profile Plan view
Kemper Hipple (Landman)	10 Min.	Land plat

## PROCEDURAL MATTERS

By:

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

KELLAHIN, KELLAHIN & AUBREY

W. Thomas Kellahin

P.O. Box 2265

Santa Fe, New Mexico 87504 (505) 982-4285

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

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OIL CONSERVATION DIVISION

#### PRE-HEARING STATEMENT

This pre-hearing statement is submitted by BENSON-MONTIN-GREER DRILLING CORP. as required by the Oil Conservation Division.

## APPEARANCE OF PARTIES

INTERESTED PARTY
(name, address, phone
and contact person)

**ATTORNEY** 

Benson-Montin-Greer
Drilling Corp.
221 Petroleum Center Bldg.
Farmington, NM 87401
Attn: Albert R. Greer
(505) 325-8874

W. Thomas Kellahin KELLAHIN, KELLAHIN & AUBREY P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285 Pre-hearing Statement NMOCD Case No. 10348 Page 2

## STATEMENT OF CASE

## INTERESTED PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

Benson-Montin-Greer Drilling Corp. is an interested operator in this area.

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#### PROPOSED EVIDENCE

## INTERESTED PARTY

WITNESSES (name and expertise) EST. TIME EXHIBITS

None.

## PROCEDURAL MATTERS

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

KELLAHIN, KELLAHIN & AUBREY

By:

W. Thomas Kellahin

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Santa Fe, New Mexico 87504 (505) 982-4285

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