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

JHP 19 19941

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

CASE NO. 10353

APPLICATION OF COLLINS & WARE FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT (name, address, phone and contact person)	ATTORNEY
Collins & Ware, Inc.	William F. Carr, Esq. Campbell & Black, P.A. Post Office Box 2208 Santa Fe, New Mexico 87504-2088
OPPOSITION OF OTHER PARTY (name, address, phone and contact person)	ATTORNEY
Chevron U.S.A., Inc. Post Office Box 1150 Midland, Texas 79702 ATTN: Sam Martin	W. Thomas Kellahin Kellahin, Kellahin & Aubrey Post Office Box 2265 Santa Fe, New Mexico 87504-2265

APPLICANT

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

OPPOSITION OR OTHER PARTY

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

Chevron objects to the compulsory pooling of its interest in the SW/4 of Section 20, T22S, R33E, Lea County, New Mexico by the applicant's attempt to pool the W/2 of this Section.

Applicant's request violates Section 70-2-17(c) in that it proposes a pooling under terms and conditions that are not fair and reasonable.

Applicant can form on a voluntary basis a 320-acre spacing unit consisting of the N/2 of Section 20. Applicant's request is not supported by substantial geologic evidence justifying the inclusion of the Chevron acreage.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
(NAME AND EXPERTISE)		

OPPOSITION

WITNESSES (NAME AND EXPERTISE)	EST. TIME	EXHIBITS
George Burg (Geologist)	30 Min.	Geologic displays and production information

PROCEDURAL MATTERS (Please identify and procedural matters which need to be resolved prior to the hearing)

By:

KELLAHIN, KELLAHIN & AUBREY

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

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