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

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

CASE NO. 10369

APPLICATION OF ARCO OIL & GAS COMPANY FOR AN ORDER CONCERNING ITS EMPIRE-ABO PRESSURE MAINTENANCE PROJECT AND THE OXY U.S.A., INC. CITGO EMPIRE-ABO PRESSURE MAINTENANCE PROJECT AND TO AMEND DIVISION ORDER NO. R-4808, EDDY COUNTY, NEW MEXICO.

RECEIVED

AUG 1 n 1991

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This Pre-hearing Statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

ARCO Oil & Gas Company_____ c/o Gary Smallwood_____ Post Office Box 1610_____ Midland, Texas 79702

> name, address, phone and contact person

OPPOSITION OR OTHER PARTY

William F. Carr Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421_____

ATTORNEY

name, address, phone and contact person

Pre-hearing Statement NMOCD Case No. 10369 Page 2

STATEMENT OF CASE

APPLICANT

ARCO Oil and Gas Company, applicant in the above-captioned cause seeks an order shutting in the Citgo Empire-Abo Unit until Citgo's current overproduction has been made up and also seeks a restriction on future allowable to the Citgo Unit to assure that it is not produced at a rate which will damage the Arco Empire-Abo Unit. ARCO opposes the relief proposed by Citgo in companion Case No. 10356 on the grounds that what OXY proposes violates the Orders governing operation of the Citgo Unit and will damage ARCO's pressure maintenance project in the Empire Abo Unit.

OPPOSITION OR OTHER PARTY

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

Pre-hearing Statement NMOCD Case No. 10369 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Gary Smallwood, Petroleum Engineer	1 Hour	Approximately 25

OPPOSITION

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

PROCEDURAL MATTERS

- Marth for Williom F. Carr Signature