

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. 10531

**APPLICATION OF SOUTHLAND ROYALTY
COMPANY FOR AN UNORTHODOX GAS WELL
LOCATION AND DOWNHOLE COMMINGLING,
SAN JUAN COUNTY, NEW MEXICO**

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by SOUTHLAND
ROYALTY COMPANY as required by the Oil Conservation
Division.

APPEARANCE OF PARTIES

APPLICANT

SOUTHLAND ROYALTY CO.
P.O. Box 4289
Farmington, NM 87499
ATTN: Alan Alexander

ATTORNEY

W. Thomas Kellahin
KELLAHIN, KELLAHIN & AUBREY
P.O. Box 2265
Santa Fe, NM 87504
(505) 982-4285

OPPOSITION OR OTHER PARTY

N/A

ATTORNEY

RECEIVED

AUG 14 1992

OIL CONSERVATION DIVISION

Pre-Hearing Statement
Case No. 10531
Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks approval to commingle gas production from the Fulcher Kutz-Pictured Cliffs Pool and the Basin Fruitland Coal (Gas) Pool within the wellbore of its proposed Hanks 501 Well to be drilled at an unorthodox well location for the Basin Fruitland Coal Gas Pool, 1800 feet from the North line and 790 feet from the West line (Unit E) of Section 12, Township 27 North, Range 10 West, NMPM, San Juan County, New Mexico. The W/2 of said Section 12 forming a standard 320-acre gas spacing and proration unit for the Basin Fruitland Coal (Gas) Pool and the NW/4 of said Section 12, forming a standard 160-acre spacing unit for the Fulcher Kutz Pictured Cliffs Pool are to be dedicated to said well.

OPPOSITION OR OTHER PARTY

N/A

Pre-Hearing Statement
Case No. 10531
Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
Scott Daves Reservoir Engineer	15 Min.	2 Exhibits
Kaye Stewart-Hicks Geologist	15 Min.	2 Exhibits
Alan Alexander Landman	10 Min.	1 Exhibit


OPPOSITION

WITNESSES	EST. TIME	EXHIBITS
SEE OPPOSITION FILING, IF ANY		

PROCEDURAL MATTERS

None applicable at this time.

KELLAHIN AND KELLAHIN

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

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

IN THE MATTER OF THE APPLICATION
OF SOUTHLAND ROYALTY COMPANY
FOR APPROVAL OF AN UNORTHODOX
GAS WELL LOCATION AND DOWNHOLE
COMMINGLING, SAN JUAN COUNTY,
NEW MEXICO

RECEIVED
AUG 19 1992
OIL CONSERVATION DIVISION

CASE No. 10531

ENTRY OF APPEARANCE

COMES NOW Rodey, Dickason, Sloan, Akin & Robb, P.A. and hereby enters its
appearance on behalf of McKenzie Methane Corporation.

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.

By: 

PAUL A. COOTER

Post Office Box 1357

Santa Fe, New Mexico 87504-1357

Telephone: (505) 984-0100

I hereby certify that a copy
of the foregoing pleading was *hand delivered*
~~mailed~~ to W. Thomas Kellahin
this 19th day of August, 1992.

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.

By: 

Paul A. Cooter