

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. 10586

APPLICATION OF SG INTERESTS
I, LTD. FOR COMPULSORY
POOLING, SAN JUAN COUNTY,
NEW MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by SG Interests
I, Ltd. as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

SG INTERESTS I, LTD.

Tommy Roberts

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Farmington, NM 87499

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name, address, phone
and contact person

OPPOSITION OR OTHER PARTY

ATTORNEY

Dirk Vanhorn Reemstma

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First Interstate Bank,
as agent

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Farmington, NM 87499

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Susan Leigh Pierce Nelson

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Estate of Mary Cecile Forehand

Unknown

By Gus E. Meriwether
Independnt Executor
516 East Houston

Crockett, TX 75835

name, address, phone
and contact person

STATEMENT OF CASE

APPLICANT

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

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Basin-Fruitland Coal (Gas) Pool underlying Lots 5, 7, 8, 9, 12 and 13 and the W/2NE/4 (E/2 equivalent) of Section 30, Township 30 North, Range 8 West, forming a standard 290.69-acre gas spacing and proration unit for said pool. Said unit is to be dedicated to a well to be drilled at a standard coal gas well location in the NW/4NE/4 (Unit B) of said Section 30. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a charge for risk involved in drilling said well. Said unit is located approximately 4 miles northeast by east of Turley, New Mexico.

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.)

NOT APPLICABLE

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
1) James B. Fullerton Landman	20 min.	Land & ownership plats, correspondence, and others as deemed necessary
2) Mickey O'Hare Petroleum Engineer	20 min.	Authority for Expenditure, Operating Agreement, exhibits applicable to the issue of risk, and others as deemed necessary

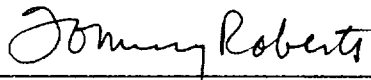
OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
NOT APPLICABLE		

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

NONE



TOMMY ROBERTS, Attorney for
SG Interests I, Ltd.

Dated: October 22, 1992