# 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:

OIL CONSERVATION DIVISION

CASE NO. 10624

APPLICATION OF SEA COAST, INC. FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.



#### PRE-HEARING STATEMENT

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

#### APPEARANCES OF PARTIES

APPLICANT	ATTORNEY
Sea Coast, Inc	William F. CarrCampbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208Santa Fe, New Mexico 87504(505) 988-4421
OPPOSITION OR OTHER PARTY	ATTORNEY
name, address, phone and contact person	

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#### STATEMENT OF CASE

#### **APPLICANT**

Sea Coast, Inc., applicant in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Pictured Cliffs formation in Section 8, Township 29 North, Range 12 West, and in the following described manner: Lots 1 through 4, 9 and 10, and the N/2 NW/4 (W/2 equivalent) to form a standard 325.77-acre gas spacing and proration unit for any and all formations and/or pools developed on 320acre spacing within said vertical extent (which presently includes only the Basin-Fruitland Coal (Gas) Pool and Lots 3, 4, 9 and 10 (SW/4 equivalent) to form a standard 164.44acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent (which presently includes but is not necessarily limited to the Undesignated Crouch Mesa-Fruitland Sand Pool, Undesignated West Kutz-Fruitland Sand Pool and Undesignated Fulcher Kutz-Pictured Cliffs Pool. Said units are to be dedicated to a single well to be drilled at a standard gas well location thereon. 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, and a charge for risk involved in drilling said well. Applicant also requests that Marlex Resources, Inc. be designated operator of the well.

#### 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.)

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#### PROPOSED EVIDENCE

## **APPLICANT**

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Mike Briggs or Jim Sullins, Landman	10 Min.	Approximately 5
Mickey O'Hare, Engineer	10 Min.	Approximately 3

### **OPPOSITION**

WITNESSES	EST. TIME	<b>EXHIBITS</b>
(Name and expertise)		

#### PROCEDURAL MATTERS

Signature