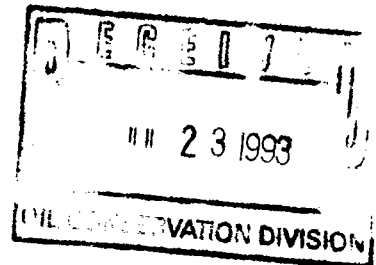


STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

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

CASE NO. 10776

APPLICATION OF DRUM ENERGY CORPORATION  
FOR COMPULSORY POOLING, LEA COUNTY,  
NEW MEXICO



PRE-HEARING STATEMENT

This pre-hearing statement is submitted by the  
Applicant as required by the Oil Conservation Division.

**APPEARANCE OF PARTIES**

**APPLICANT**

Drum Energy Corporation

**ATTORNEY**

KAREN AUBREY  
236 Montezuma Avenue  
Santa Fe, NM 87501  
(505) 982-4287

**STATEMENT OF CASE**

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Blinberry formation, underlying the SW/4 and or SE/4SW/4 Section 1980, T 19 S. R 38 East, forming a standard 160 or 40 acre gas or oil spacing and proration unit. Said unit is to be dedicated to a well to be drilled at a standard location 1100 feet from the South line and 1980 feet from the West line of said section 35. Also to be considered will be the cost of drilling and completing the well, and the allocation of the cost thereof, as well as actual operating costs and charges

Pre-Hearing Statement  
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for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling and completing said well.

#### **PROPOSED EVIDENCE**

##### **APPLICANT**

<b>WITNESSES</b>	<b>EST. TIME</b>	<b>EXHIBITS</b>
Joe Alexander Landman	20 Minutes	Area Map, tab- ulation of w.i.; corres- pondence, AFE JOA
David Mussett Geologist	20 Minutes	AFE, Net pay isopach, pro- duction map, Structure map

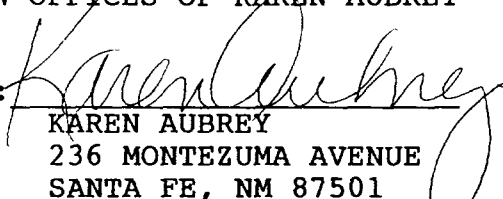
#### **PROCEDURAL MATTERS**

None at this time.

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LAW OFFICES OF KAREN AUBREY

By:

  
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