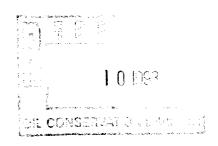
STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

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

APPLICATION OF BRIGHT & COMPANY TO DRILL A SECOND WELL IN A HIGH ANGLE/HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT, ETC., SANDOVAL COUNTY, NEW MEXICO.



CASE NO. 10,789

PRE-HEARING STATEMENT

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

APPEARANCE OF PARTIES

APPLICANT

ATTORNEY

Bright & Company Suite 735 10100 Reunion Place San Antonio, Texas 78216 (210) 341-9773 Attention: B. Gates James Bruce Hinkle, Cox, Eaton, Coffield & Hensley Post Office Box 2068 Santa Fe, New Mexico 87504-2068 (505) 982-4554

OPPOSITION OR OTHER PARTY

ATTORNEY

Pre-Hearing Statement NMOCD Case No. 10,789 Page 2

STATEMENT OF CASE

APPLICANT

Applicant seeks to drill a second horizontal well to the Rio Puerco-Mancos Oil Pool in the W½ of Section 35 - 21 North - 2 West, in a pilot project previously approved by Division Order No. R-9676. Applicant also requests an additional oil allowable for the unit.

OPPOSITION

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
Bruce Gates (Geologist)	20 minutes	 (a) Land plat. (b) Structure map. (c) Cross-section. (d) Drilling prognosis. (e) Affidavit of Notice.

Pre-Hearing Statement NMOCD Case No. 10,789 Page 3

OPPOSITION

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

(\$05) 982-4554

Attorneys for Bright & Company