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

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

CASE NO. 10815

IN THE MATTER OF THE APPLICATION OF COLLINS & WARE, INC. FOR A HIGH ANGLE/HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT AND SPECIAL OPERATING RULES THEREFORE, LEA COUNTY, NEW MEXICO.

				1.11.11.1	 	- 1. 4 5 - 1	1	
In.	R	ß	1					
		2						
- 18 A	Marcari File 1. 1	مر کمیں سر کم و ا	- 6 66	а - -		-		
DIL	de terri	VS.		× , * ,				

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Collins & Ware, Inc
303 W. Wall, Suite 2200
Midland, TX 79701
Attn: Jim Orseth
(915) 687-3435

name, address, phone and contact person

OPPOSITION OR OTHER PARTY

ATTORNEY	7
----------	---

William F. Carr, Esq.____ Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208_____ Santa Fe, New Mexico 87504_____ (505) 988-4421_____

ATTORNEY

()

name, address, phone and contact person

Pre-hearing Statement NMOCD Case No. 10815 Page 2

STATEMENT OF CASE

APPLICANT

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

Collins & Ware, Inc., applicant in the above-captioned case, seeks to initiate a horizontal drilling project in the Devonian formation, Denton-Devonian Pool, underlying the NE/4 NE/4 of Section 35, Township 14 South, Range 37 East. Applicant proposes to re-enter its S. & J. Operating, T. D. Pope Well No. 21 at an orthodox surface location 660 feet from the North and East lines (Unit A) of Section 35, kick-off from vertical in a northeasterly direction commencing to build angle at an appropriate rate to vertically and horizontally traverse the proposed producing area. Applicant further seeks the adoption of special operating provisions and rules within the project area including the designation of a target window such that the horizontal or producing portion of the wellbore shall be no closer than 330 feet to any boundary of the proration unit, and for a special project allowable.

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.)

Pre-hearing Statement NMOCD Case No. 10815 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS	
(Name and expertise)			
Randy Ford, Petroleum Engineer	15 Min.	Approximately 6	

OPPOSITION

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing) This case will be consolidated with Case 10814 and 10816 for the purposes of hearing.

Signature . San