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 NOS. 10927, 10928 and 10929 (Consolidated)

APPLICATION OF BRECK OPERATING CORPORATION FOR SURFACE COMMINGLING, SAN JUAN COUNTY, NEW MEXICO.

FFR 2 5 1991

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

Breck Operating Corporation_____ c/o Walsh Engineering_____ 204 N. Auburn_____ Farmington, NM 87401_____ Attn: Paul Thompson (505) 327-4892______ name, address, phone and contact person

OPPOSITION OR OTHER PARTY

name, address, phone and contact person

ATTORNEY

William F. Carr, Esq.____ Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208_____ Santa Fe, New Mexico 87504_____

(505) 988-4421_____

ATTORNEY

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STATEMENT OF CASE

APPLICANT

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

Breck Operating Corporation, applicant in the above-captioned cause, seeks an exception to Division General Rule 303A for the surface commingling of production from the Basin-Fruitland Coal Gas Pool in its Kutz Government Well No. 8J located 930 feet from the South line and 1720 feet from the West line (Unit N) of Section 21, Township 28 North, Range 10 West, and production from the Fulcher Kutz-Pictured Cliffs Gas Pool in its Kutz Government Well No. 8 located 990 feet from the South and West lines (Unit M) of said Section 21. Applicant also seeks an exception to Division General Rule 303A for the surface commingling of production from the Basin-Fruitland Coal Gas Pool in its Kutz Government Well No. 7 located 790 feet from the South line and 1650 feet from the West line (Unit N) of Section 3, Township 27 North, Range 10 West, and production from the Fulcher Kutz-Pictured Cliffs Gas Pool in its Kutz Government Well No. 7J located 1840 feet from the South line and 1050 feet from the West line (Unit L) of said Section 3. Applicant further seeks an exception to Division General Rule 303A for the surface commingling of production from the Basin-Fruitland Coal Gas Pool in its Kutz Government Well No. 6 located 990 feet from the North line and 1650 feet from the East line (Unit B) of Section 3, Township 27 North, Range 10 West, and production from the Fulcher Kutz-Pictured Cliffs Gas Pool in its Kutz Government Well No. 6J located 1640 feet from the North line and 1190 feet from the East line (Unit H) of said Section 3.

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

<u>APPLICANT</u>

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Paul Thompson, Petroleum Engineer	20 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)

Breck Operating Corporation will request that Cases 10927, 10928 and 10929 be consolidated for purposes of testimony.

am F. Carr