Examine

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. 100092

APPLICATION OF CHEVRON U.S.A., INC. FOR APPROVAL OF TWO NON-STANDARD GAS PRORATION UNITS, AND UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO RECEIVED

SEP 1 4 1990

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This prehearing statement is submitted by Joanne Reuter, as required by

the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Chevron USA, Inc.

ATTORNEY

W. Thomas Kellahin Kellahin, Kellahin & Aubrey_____ 117 North Guadalupe_____ Santa Fe, New Mexico 87501_____ (505)982-4285_____

ATTORNEY

Joanne Reuter Gallegos Law Firm 141 East Palace Avenue Santa Fe, New Mexico 87501_____ (505)983-6686______

OPPOSITION OR OTHER PARTY

Doyle Hartman_____ Oil Operator_____ P.O. Box 10426_____ Midland, Texas 79702_____ (915) 684-4011_____ Pre-hearing Statement NMOCD Case No. 10092 Page 2

STATEMENT OF CASE

APPLICANT

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).

Chevron's proposal to reconfigure two existing proration units and thereby create two new non-standard proration units, respectively 160 and 240 acres, in the Eumont Gas Pool is wholly inconsistent with its objections to Doyle Hartman's proposal to establish and force-pool an adjacent 280-acre nonstandard proration unit in the Eumont Gas Pool, heard by the OCD Hearing Examiner on June 28, 1990 as Case No. 9994. Chevron's application in the instant proceeding is the application about which Mr. Hartman sought, but was denied, the opportunity to obtain further information and testimony through a Division Subpoena in Case No. 9994. Chevron's similar application in Case No. 9949, to establish a 400-acre nonstandard proration unit in the Eumont Gas Pool adjacent to Mr. Hartman's proposed unit, is also inconsistent with Chevron's objections to Mr. Hartman's application in Case No. 9994. All three applications seek establishment of non-standard proration units for the same reasons. Mr. Hartman's position is that all three applications should be granted, but objects to the granting of Chevron's applications in this case and in Case No. 9949 should Mr. Hartman's application in Case No. 9994 be denied.

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PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

(Names and expertise)

OPPOSITION OR OTHER PARTY

WITNESSES	EST. TIME	EXHIBITS
(Names and expertise)		
Bryan Jones, Landman	Approximately 30 minutes	None
Michael Stewart, Engineer	Approximately 30 minutes	None

PROCEDURAL MATTERS

None.

mail Signature