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:

> Cases No: 10,141

APPLICATION OF SAMUEL GARY JR. & ASSOCIATES INC. FOR A GAS **REINJECTION/PRESSURE MAINTENANCE** PROJECT, SANDOVAL COUNTY, NEW MEXICO.

RECEIVED

JAN

OIL CONSERVATION DIVISION PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Samuel Gary Jr. & Associates James Bruce 1175 Sherman Street, Suite 1925 Hinkle, Cox, Eaton, Denver, Colorado 80203 Coffield & Hensley (303) 831-4673 500 Marguette, N.W. Attention: Mr. Craig Ambler Suite 800 Albuquerque, N.M.

OPPOSITION OR OTHER PARTY

87102 (505) 768-1500

ATTORNEY

-None-

STATEMENT OF CASE

APPLICANT

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

Applicant seeks approval of a gas re-injection/pressure maintenance project in Section 11-20 North-3 West, Sandoval County, New Mexico, within the San Isidro (Shallow) Unit. The gas will be injected into the Mancos formation.