BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

SEL PROCERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF YATES PETROLEUM CORPORATION FOR SPECIAL POOL RULES, EDDY COUNTY, NEW MEXICO.

CASE NO. 10145

ENTRY OF APPEARANCE

COMES NOW CAMPBELL & BLACK, P.A., and hereby enters its appearance in the above referenced case on behalf of Larry Jones d/b/a Premier Production Company.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR PREMIER PRODUCTION COMPANY

CERTIFICATE OF SERVICE

I hereby certify that I have caused to be mailed a true and correct copy of our Entry of Appearance in the above-captioned cause to Ernest Carroll, Esq., Post Office Box 239, Artesia, New Mexico 88210 on this 20 day of November, 1990.

William F. Carr

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

IN THE MATTER OF THE APPLICATION
OF YATES PETROLEUM CORPORATION

CASE NO. 10145

FOR AN ORDER ESTABLISHING SPECIAL : FIELD RULES FOR THE AVALON - : DELAWARE POOL :

ELAWARE FOOL

PRE-HEARING STATEMENT

This prehearing statement is submitted by Yates Petroleum Corporation, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Yates Petroleum Corporation

Ernest L. Carroll
Losee, Carson, Haas
& Carroll, P. A.
P. O. Drawer 239
Artesia New Mexico

Artesia, New Mexico 88210

STATEMENT OF CASE

APPLICANT

Applicant is the operator of several wells, as listed in the Application, each of which is producing from the Avalon-Delaware Pool in Eddy County, New Mexico.

On July 1, 1980, the Commission, in Order No. R-63-68 established the Avalon-Delaware Pool. At this time, no special field rules or regulations for that pool have been established. The gas-oil ration limitation is, therefore, set by statewide rule 506, which creates a limitation of 2,000 cubic feet of gas per barrel of oil produced. Applicant seeks to have established a special field rule setting the gas-oil ratio limitation for the Avalon-Delaware Pool at 7,500 cubic feet of gas per barrel of oil produced.

The approval of this application will afford Applicant the opportunity to produce its just and equitable share of gas and oil, and such amendment is feasible in accordance with good conservation practices, and will otherwise prevent waste, and protect correlative rights.

OPPOSITION OR OTHER PARTY

See attached Exhibit "A", which sets out the offset operators and interest owners, noting which have provided waivers.

Premier Production Company is the only offset operator whose opposition has been indicated.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
(Name and expertise)		
David Boneau, Reservoir Engineer	1/2 hour	10
Janet Richardson, Landman	5 min.	2

OPPOSITION

Unknown

LOSEE, CARSON, HAAS & CARROLL, P.A. P. O. Drawer 239

Artesia, New Mexico 88211-0239

(505) 746-3505

Yates Petroleum Corporation

OPERATORS WITHIN ONE MILE OF POOL BOUNDARIES

Chevron USA, Inc. P.O. Box 670 Hobbs, New Mexico 88240

Bravo Operating Company P.O. Box 2160 Hobbs, New Mexico 88241-2160

Mesa Petroleum Company*
P.O. Box 1432
Amarillo, Texas 79101-1432

Amoco Production Company P.O. Box 800 Denver, Colorado 80201

Pennzoil Producing Company P.O. Box 200948 Houston, Texas 77216-0948

Premier Production Company P.O. Box 1246 Artesia, New Mexico 88210

David Fasken (Estate of)*
303 West Wall Avenue, Suite 1901
Midland, Texas 79701-5116

Maralo, Inc. P.O. Box 832 Midland, Texas 79702-0832

Oxy USA, Inc. *
P.O. Box 50250
Midland, Texas 79710-0100

Fred Pool Drilling P.O. Box 1393 Roswell, New Mexico 88202

Mobil Oil Corporation P.O. Box 5444 Denver, Colorado 80217

Kerr-McGee Oil Corporation * P.O. Box 11050 Midland, Texas 79702

Bridge Oil Company P.O. Box 910054 Dallas, Texas 75391

George Riggs *
P.O. Box 116
Carlsbad, New Mexico 88220

Hondo Oil & Gas Company*
P.O. Box 2208
Roswell, New Mexico 88202-2208

Bonneville Fuels Corp.* 1600 Broadway, Suite 1110 Denver, Colorado 80202

Barbara Fasken *
303 West Wall Ave., Ste. 1901
Midland, Texas 79701-5116

BHP Petroleum Co., Inc. 6 Desta Drive, Suite 3200 Midland, Texas 79705-5505

Exxon Company, USA P.O. Box 1600 Midland, Texas 79702

Gulf Oil Corporation P.O. Box 670 Hobbs, New Mexico 88240

Barber Oil, Inc. *
P.O. Box 1658
Carlsbad, New Mexico 88220

Monsanto Company 5847 San Felipe, Ste. 3600 Houston, TX 77057

OPERATORS WITHIN POOL BOUNDARIES

Chevron USA, Inc. P.O. Box 670, Hobbs, New Mexico 88240

MWJ Producing Company 400 W. Illinois, Suite 1100 Midland, Texas 79701

Exxon Company, USA P.O. Box 1600 Midland, Texas 79702

*Indicates Operators who have executed waivers

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

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

OIL CONCERVATION DIVISION

CASE NO. 10145

APPLICATION OF YATES PETROLEUM CORPORATION FOR SPECIAL POOL RULES, EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY	
Yates Petroleum Corporation	Ernest L. Carroll	
	Post Office Box 239	
	Artesia, New Mexico 88210	
	(505) 746-3508	
name, address, phone and contact person		
OPPOSITION OR OTHER PARTY	ATTORNEY	
Larry Jones d/b/a	William F. Carr	
Premier Production Company	Campbell & Black, P.A.	
Post Office Box 1246	Post Office Box 2208	
Artesia, New Mexico 88210	Santa Fe, New Mexico 87504	
(505) (505) 748-2093	(505) 988-4421	
name, address, phone and		
contact person		

Pre-hearing Statement NMOCD Case No. 10145 Page 2

STATEMENT OF CASE

APPLICANT

OPPOSITION OR OTHER PARTY

Premier Production Company opposes this application because, if granted, it will prematurely deplete reservoir energy, will cause waste and will damage property operated by Larry Jones d/b/a Premier Production Company.

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PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)

EST. TIME

EXHIBITS

OPPOSITION

WITNESSES (Name and expertise)

EST. TIME

EXHIBITS

Larry Jones

15 Min.

Approximately 3

PROCEDURAL MATTERS

None

Signature