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

JAN / 1991

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

OIL CONSERVATION DIVISION

CASE NO. 10198

APPLICATION OF RICHMOND PETROLEUM INC. FOR A HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT, SPECIAL OPERATING RULES THEREFOR, AN UNORTHODOX OIL WELL LOCATION, AND A NON-STANDARD OIL PRORATION UNIT, RIO ARRIBA COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by RICHMOND PETROLEUM INC. as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT (name, address, phone and contact person)

ATTORNEY

Mr. Steve Roche
Roche Oil and Gas Corp
6400 Uptown Blvd., N.E.
Suite 480W
Albuquerque, NM 87110
(505) 888-1799

W. Thomas Kellahin KELLAHIN, KELLAHIN & AUBREY P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285

OPPOSITION OR OTHER PARTY (name, address, phone and contact person)

ATTORNEY

Pre-hearing Statement NMOCD Case No. 10198 Page 2

STATEMENT OF CASE

APPLICANT

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

Richmond Petroleum Inc. seeks authority to initiate a horizontal directional drilling pilot project in Irregular Section 28, T27N, R2W, being a non-standard 430.56-acre oil spacing and proration unit in the Undesignated Gavilan-Mancos Oil Pool. The applicant proposes to utilize its Jicarilla-Richmond JV Well NO. 28 to be drilled at an unorthodox well location 500 feet from the South and East lines to a depth of approximately 7100 feet, kick off in a northwesterly direction with a medium radius curve building angle to 90 degrees and penetrate the Gavilan-Mancos Oil Pool at an estimated depth of 7412 feet and thence drilling horizontally in a northwesterly direction a distance not in excess of 2,000 feet.

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. 10198 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (name and expertise)	EST. TIME	EXHIBITS
George Carlstrom (geologist)	15 Min.	
Steve Roche (landman)	10 Min.	
Sonny Pool (petroleum engineer)	15 Min.	

OPPOSITION

WITNESSES EST. 7
(name and expertise)

EST. TIME EXHIBITS

PROCEDURAL MATTERS

By:

KELLAHIN, KELLAHIN & AUBREY

W. Thomas Kellahin

P.O. Box 2265

Santa Fe, New Mexico 87504

(505) 982-4285

PHST104.617

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:

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CASE NO. 10198

APPLICATION OF RICHMOND PETROLEUM INC. FOR A HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT, SPECIAL OPERATING RULES THEREFOR, AN UNORTHODOX OIL WELL LOCATION, AND A NON-STANDARD OIL PRORATION UNIT, RIO ARRIBA COUNTY, NEW MEXICO

PRE-HEARING STATEMENT

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APPEARANCE OF PARTIES

APPLICANT (name, address, phone and contact person)

Mr. Steve Roche Roche Oil and Gas Corp 6400 Uptown Blvd., N.E. Suite 480W Albuquerque, NM 87110

OPPOSITION OR OTHER PARTY (name, address, phone and contact person)

ATTORNEY

W. Thomas Kellahin KELLAHIN, KELLAHIN & AUBREY P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285

ATTORNEY

Pre-hearing Statement NMOCD Case No. 10198 Page 2

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Pre-hearing Statement NMOCD Case No. 10198 Page 3

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	TIME	EXHIBITS	
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OPPOSITION

APPLICANT

WITNESSES (name and expertise) EST. TIME EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to the hearing)

KELLAHIN, KELLAHIN & AUBREY

Ву:						
	W.	Tho	mas	s Ke	llah	in
P.O.	Bo	x 22	265			
Sant	a F	e, N	lew	Mex	ico	87504
(505) 9	82-4	1285	5		