

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:

APPLICATION OF PACIFIC ENTERPRISES OIL
COMPANY (USA) FOR A NON-STANDARD GAS
PRORATION UNIT AND AN UNORTHODOX GAS
WELL LOCATION, EDDY COUNTY, NEW MEXICO

CASE NO. 10249

APPLICATION OF PACIFIC ENTERPRISES OIL
COMPANY (USA) FOR THE RESCISSION OF
SPECIAL POOL RULES AND FOR TWO NON-
STANDARD 640-ACRE GAS PRORATION UNITS,
OR IN THE ALTERNATIVE, TO AMEND DIVISION
ORDER NO. 4-2917, AS AMENDED, EDDY
COUNTY, NEW MEXICO

CASE NO. 10250

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by PACIFIC
ENTERPRISES OIL COMPANY (USA) as required by the Oil
Conservation Division.

APPEARANCE OF PARTIES

APPLICANT
(name, address, phone
and contact person)

ATTORNEY

Pacific Enterprises Oil Co.
P.O. Box 3083
Midland, TX 79702
(915) 684-3861
Attn: Craig Clark

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

RECEIVED

MAR 01 1991

OIL CONSERVATION DIV.
SANTA FE

STATEMENT OF CASE

APPLICANT

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

In Case No. 10249, Pacific Enterprises Oil Company (USA) seeks an exception to the current Special Rules and Regulations for the McMillan-Morrow Gas Pool, as promulgated by Division Order No. R-2917, as amended, and to establish a non-standard 320-acre gas spacing and proration unit comprising the S/2 of Section 18, T20S, R27E, to be dedicated to a well to be drilled at an unorthodox gas well location 660 feet FSL and 1980 feet FWL of Said Section 18.

In Case No. 10250, Pacific seeks the rescission of the Special Rules and Regulations for the spacing and location of wells in the McMillan-Morrow Gas Pool, comprising Sections 13 and 24, T20S, R26E, and Sections 7, 18, and 19, T20S, R27E, and seeks to have said pool governed by the provisions of General Rule 104.C.II(a) for gas pools of Pennsylvanian age. Further, Pacific requests the concomitant creation of two non-standard 640-acre gas spacing and proration units for the McMillan-Morrow Gas Pool in Section 13, T20S, R26E, for the existing Yates Drilling Company Pecos River Deep Unit located in Unit H of said Section 13 and in Section 19, T20S, R27E, for the existing Presidio Exploration Inc. State "I" Com Well No. 1 located in Unit F of Section 19, T20S, R27E. In the alternative, Pacific seeks to amend the current Rules and Regulations for said McMillan-Morrow Gas Pool, as promulgated by Division Order No. R-2917, as amended, to permit the optional drilling of an additional well on each 640-acre proration unit.

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.)

PROPOSED EVIDENCE

APPLICANT

WITNESSES (name and expertise)	EST. TIME	EXHIBITS
Craig Clark (landman)	10 Min.	6 total
Paul Lerwick (PE)	20 Min.	
Dave Cromwell (geologist)	10 Min.	

OPPOSITION

WITNESSES (name and expertise)	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

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

KELLAHIN, KELLAHIN & AUBREY

By: 

W. Thomas Kellahin

P.O. Box 2265

Santa Fe, New Mexico 87504

(505) 982-4285