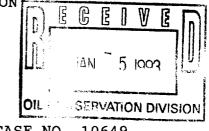
# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION;

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



CASE NO. 10649

APPLICATION OF H.L. BROWN, JR. FOR A UNIT AGREEMENT, LEA COUNTY, NEW MEXICO

## PRE-HEARING STATEMENT

This pre-hearing statement is submitted by H.L. BROWN, JR. as required by the Oil Conservation Division.

## APPEARANCE OF PARTIES

APPLICANT

H.L. BROWN, JR. Post Office Box 2237 Midland, Texas 79702 ATTN: Q. Peter Courtney (915) 683-5216

OPPOSITION OR OTHER PARTY

ATTORNEY

W. Thomas Kellahin KELLAHIN and KELLAHIN P.O. Box 2265 Santa Fe, NM 87504 (505) 982-4285

ATTORNEY

NONE

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#### STATEMENT OF CASE

## **APPLICANT**

H. L. Brown, Jr. ("Brown"), Applicant, is the operator in a 640-acre tract consisting of the S/2 of Section 9 and the N/2 of Section 16, Township 15 South, Range 32 East, NMPM, which consists of five (5) separate State of New Mexico Oil and Gas Leases.

Brown seeks approval to form a voluntary exploratory unit, to be known as the North Feather State Unit, to consolidate the above tracts to drill a Morrow test in the Unit. There is a high probability that the well will be a Morrow oil well and not a gas well.

Initially, an oil well would be subject to a 40-acre state wide spacing unit and would be too small to justify the well.

The State Land Office has given preliminary approval of a unit so that the leases can be consolidated in order to provide flexibility in determining appropriate spacing and to provide orderly and efficient development which cannot take place without a unit.

#### OPPOSITION OR OTHER PARTY

NONE

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#### PROPOSED EVIDENCE

## **APPLICANT**

WITNESSES EST. TIME EXHIBITS

Q. Peter Courtney 10 Minutes Unit Agreement

Landman Land Plat

Operating Agreement Preliminary State

Land Office

Letter of Approval

Jack Wells or Alternate 10 Minutes Morrow Channel Map

Geologist Morrow Cross Section
Morrow Structure Map

George Sutphen 10 Minutes Reservoir Fluid Study

Petroleum Engineer AFE

Drainage Calculations

**OPPOSITION** 

WITNESSES EST. TIME EXHIBITS

SEE OPPOSITION FILING

# PROCEDURAL MATTERS

None applicable at this time.

KELLAHIN and KELLAHIN

W. Thomas Kellahin

P.O. Box 2265

Santa Fe, New Mexico 87504

(505) 982-4285

ATTORNEYS FOR H.L. BROWN, JR.

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