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 CROSS TIMBERS OPERATING COMPANY FOR UNIT EXPANSION, LEA COUNTY, NEW MEXICO.

CASE NO. 11,742

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Cross Timbers Operating Company Suite 2000 810 Houston Street Houston, Texas 76102 Attn: Win Ryan (817) 877-2336 APPLICANT'S ATTORNEY

James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks approval to expand its Southeast Maljamar Grayburg-San Andres Unit to include an additional 200 acres of State and Federal land. The unit currently covers 1080 acres of sate and federal land, and was formed for the purpose of conducting a waterflood project in the Maljamar Grayburg-San Andres Pool. Expanding the unit will lead to the recovery of additional oil.

<u>OPPONENT</u>

PROPOSED EVIDENCE

APPLICANT

WITNESSES	<u>EST. TIME</u>	EXHIBITS
Win Ryan (landman)	10 min.	 Land plat Notice of unit expansion Ratifications Preliminary BLM and SLO approvals
Jeff Heyer (geologist)	5 min.	 Structure map Isopach
	10 min.	 Production data Tract allocations Plan of operation

OPPONENT

WITNESSES

EST. TIME EXHIBITS

PROCEDURAL MATTERS

-None-

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James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Cross Timbers Operating Company