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. 13052

APPLICATION OF YATES PETROLEUM CORPORATION FOR APPROVAL OF A UNIT AGREEMENT, LEA COUNTY, NEW MEXICO.

RECEIVED

MAY 20 2003

PRE-HEARING STATEMENT

Oil Conservation Division

This Pre-Hearing Statement is submitted by Holland & Hart LLP, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Mr. John Amiet Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210-2118 (505) 748.1471

ATTORNEY

William F. Carr, Esq. Holland & Hart LLP and Campbell & Carr Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988.4421

STATEMENT OF CASE

<u>APPLICANT</u>

Applicant seeks approval of the Waylon State/Fee Exploratory Unit for an area comprising 2560.00 acres of State of New Mexico and fee lands in Sections 14, 15, 21 and 22 of Township 11 South, Range 34 East, which is located approximately 11 miles northwest of Tatum, New Mexico.

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PROPOSED EVIDENCE

<u>APPLICANT</u>

WITNESSES (Name and Expertise) ESTIMATED TIME

EXHIBITS

John Amiet (Geology)

Approx. 15 Minutes

Approx. 7

PROCEDURAL MATTERS

Yates Petroleum Corporation has none at this time.

William F. Carr Attorney for Yates Petroleum Corporation

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