

CASE _____ : Application of Amoco Production Company for a high angle/horizontal directional drilling pilot project area and special operating rules therefore, San Juan County, New Mexico. Applicant seeks authority to institute a horizontal directional drilling project in the Blanco-Mesaverde Pool in the E/2 of Section 8, Township 30 North, Range 8 West. Applicant proposes to drill its Gartner A-2R well as a replacement to its Gartner A-2 well at a surface location to be determined in the NE/4 of Section 28, but no closer than 790' to the boundary of the quarter section; kicking off the vertical, build angle at medium radius curve and continue drilling in said pool. Applicant further seeks special rules and provisions within the project area including authorization to cross quarter and quarter-quarter section lines and the designation of a prescribed area for the wellbore limiting the horizontal displacement of any drainhole to within 790' of the boundary of the project area. Said project is located approximately _____ miles _____ of _____, New Mexico.

10953

**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:

APR 1981

APPLICATION OF AMOCO PRODUCTION COMPANY
FOR A HIGH ANGLE/HORIZONTAL DIRECTIONAL
DRILLING PILOT PROJECT,
SAN JUAN COUNTY, NEW MEXICO.

CASE NO. 10953

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A.,
as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Amoco Production Company _____
c/o J. W. Hawkins _____
Post Office Box 800 _____
Denver, Colorado 800201 _____
(303) 830-5072 _____

name, address, phone and
contact person

ATTORNEY

William F. Carr, Esq. _____
Campbell, Carr, Berge & Sheridan, P.A. _____
Post Office Box 2208 _____
Santa Fe, New Mexico 87504 _____
(505) 988-4421 _____

OPPOSITION OR OTHER PARTY

name, address, phone and
contact person

ATTORNEY

STATEMENT OF CASE

APPLICANT

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

Amoco Production Company, applicant, in the above-styled cause, seeks to initiate a high angle/horizontal directional drilling pilot project in the Blanco Mesaverde Pool on an existing 320-acre standard gas spacing and proration unit comprising the E/2 of Section 28, Township 30 North, Range 8 West, which is currently dedicated to its Gartner "A" Well Nos. 2 and 2A located in Units "G" and "J", respectively. Applicant proposes to drill its Gartner "A" Well No. 2-R at a standard gas well location in the NE/4 of said Section 28 and to side track off of the vertical wellbore with a medium radius curve. Further, applicant proposes to keep the horizontal displacement of said well's producing interval within the allowed 790 foot setback requirements from the outer boundary of said spacing 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

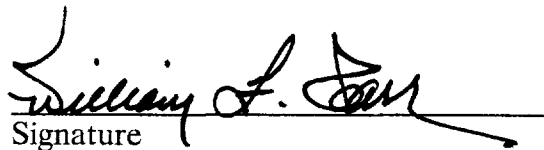
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
J. W. Hawkins, Petroleum Engineer	10 Min.	Approximately 2
Gary Weitz, Landman	5 Min.	Approximately 1
Ira Pasternack, Petroleum Geologist	10 Min.	Approximately 2
Brad Bilyeu, Drilling Engineer	10 Min.	Approximately 1

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 hearing)


Signature



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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SANTA FE, NEW MEXICO 87504
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May 2, 1994

CAMBELL, CARR, BERGE
& SHERIDAN
Attorneys at Law
P. O. Box 2208
Santa Fe, New Mexico 87504

RE: CASE NO. 10953
ORDER NO. R-10108

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally E. Martinez
Sally E. Martinez
Administrative Secretary

cc: BLM Farmington Office
Aztec OCD Office