

**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. 13767**

**APPLICATION OF WESTERN MINERALS & OIL  
LTD. FOR APPROVAL OF A PILOT PROJECT  
FOR PURPOSES OF DETERMINING PROPER  
WELL DENSITY AND WELL LOCATION  
REQUIREMENTS IN THE SOUTH BLANCO  
PICTURED CLIFFS GAS POOL, SAN JUAN  
COUNTY, NEW MEXICO.**

**PRE-HEARING STATEMENT**

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

**APPEARANCES OF PARTIES**

**APPLICANT**

Western Minerals & Oil Ltd.  
Attn: Mike Pippin  
3104 N. Sullivan  
Farmington, NM 87401  
(505) 327-4573

**ATTORNEY**

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Holland & Hart LLP  
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Santa Fe, New Mexico 87504  
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2008 SEP 7 PM 3 13

**STATEMENT OF CASE**

**APPLICANT**

Applicant in the above-styled cause seeks authorization to conduct a pilot project in the SW/4 of Section 24 by producing the Marron Well No. 6 (API No. 30-045-21323) located in Unit M at a standard location 1520 feet from the South line and 1670 feet from the

West line of said Section 24 and its Marron Well No. 1 (API No. 30-045-06310) located in Unit K at an unorthodox well location 380 feet from the South line and 345 feet from the West line in Section 24, Township 27 North, Range 8 West, NMPM in a standard 160-acre spacing unit for the purposes of determining proper well density and well location requirements in the South Blanco-Pictured Cliffs Gas Pool. Said unit is located approximately 12 miles south of Blanco, New Mexico.

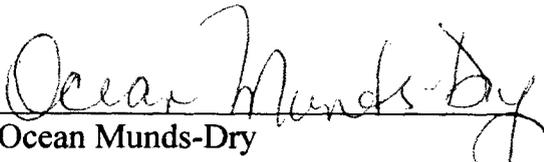
**PROPOSED EVIDENCE**

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Mike Pippin Registered Professional Petroleum Engineer	Approx. 30 min.	Approx. 8

**PROCEDURAL MATTERS**

Western Minerals & Oil Ltd. has none at this time.

  
Ocean Munds-Dry  
Attorney for Western Minerals & Oil Ltd.