

**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. 11306

IN THE MATTER OF THE APPLICATION OF
MARBOB ENERGY CORPORATION FOR
DIRECTIONAL DRILLING AND AN
UNORTHODOX BOTTOMHOLE
OIL WELL LOCATION,
CHAVES COUNTY, NEW MEXICO.

RECEIVED

JUN 9 1995

Oil Conservation Division

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

Marbob Energy Corporation
c/o Raye Miller
Post Office Drawer 217
Artesia, NM 88211
(505) 748-3303

name, address, phone and
contact person

ATTORNEY

William F. Carr, Esq.
Campbell, Carr & Berge, 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.)

Marbob Energy Corporation, applicant in the above-styled cause, seeks authority to re-enter its plugged and abandoned Leaping Lizard Federal Well No. 1 located 421 feet from the North line and 2381 feet from the West line (Unit C) of Section 4, Township 14 South, Range 29 East, wherein the applicant proposes to kick-off from the vertical and directionally drill the subject well in a northeasterly direction to an unorthodox bottomhole location in the Undesignated South Lone Wolf-Devonian Pool within 50 feet of a point 300 feet from the North line and 2610 feet from the west line of section 4. The NE/4 NW/4 of Section 4 is to be dedicated to the well forming a standard 40-acre oil spacing and proration 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

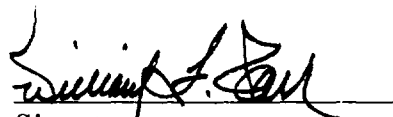
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Mike Hanagan, Geologist	20 Min.	Approximately 6

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
-----------------------------------	-----------	----------

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing)


Signature