STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION   RECEIVED

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 10316

APPLICATION OF SENDERO PETROLEUM, INC.
FOR AN UNORTHODOX GAS WELL LOCATION,
EDDY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by Campbell & Black, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY
Sendero Petroleum, Inc.	William F. Carr, Esq.
Post Office Box 1736	Campbell & Black, P.A.
Midland, Texas 79702	Post Office Box 2208
Attn: Kurt Boley	Santa Fe, New Mexico 87504
(915) 684-4561	(505) 988-4421
name, address, phone and contact person	

OPPOSITION OR OTHER PARTY	ATTORNEY
name, address, phone and contact person	

STATEMENT OF CASE

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

Sendero Petroleum, Inc., applicant in the above-captioned case, seeks approval of an
unorthodox gas well location for its Lookout Point Federal Well No. 1 to be drilled 660
feet from the North and West lines (Unit D) of Section 24, Township 22 South, Range
23 East, Undesignated Indian Basin-Upper Pennsylvanian Gas Pool, all of said Section 24
to be dedicated to said well forming a standard 640-acre gas spacing and proration unit
for said pool.

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.)
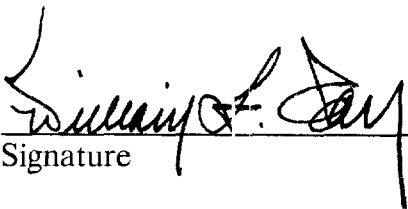
PROPOSED EVIDENCE

<u>APPLICANT</u>

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Kurt Boley, (Geologist)	15 Min.	Approximately 3

<u>OPPOSITION</u>

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS

PROCEDURAL MATTERS

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

Signature