

**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. 9954

APPLICATION OF MARATHON OIL COMPANY
FOR AN ADDENDUM TO DIVISION ORDER
NO. R-9050-A, TO INCLUDE PROVISIONS
FOR A DUAL COMPLETION AND AN
UNORTHODOX GAS WELL LOCATION IN
THE UNDESIGNATED INDIAN BASIN-
MORROW GAS POOL, EDDY COUNTY, NEW MEXICO.

RECEIVED

MAY 25 1990

OIL CONSERVATION DIVISION

PRE-HEARING STATEMENT

This prehearing statement is submitted by William F. Carr, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

name, address, phone and
contact person

OPPOSITION OR OTHER PARTY

ATTORNEY

ORYX Energy Company _____
Post Office Box 1861 _____
Midland, Texas 79702 _____
Attn: David Rojas
Bonnie Wilson

William F. Carr _____
Campbell & Black, P.A. _____
Post Office Box 2208 _____
Santa Fe, New Mexico 87504 _____

(915) 688-0300 _____
name, address, phone and
contact person

(505) 988-4421 _____

STATEMENT OF CASE

APPLICANT

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

OPPOSITION OR OTHER PARTY

Due to the proximity of Marathon's unorthodox location (Township 21 South, Range 23 East, Section 9), to Oryx's acreage in Section 17, Oryx seeks to have Marathon's request to produce from this location denied. In the event that the application is granted, Oryx seeks to obtain a just and meaningful penalty to be imposed on the production from the well.

PROPOSED EVIDENCE

APPLICANT

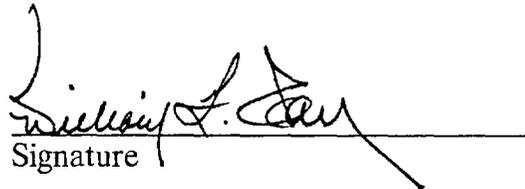
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Bonnie Wilson	15 min.	4
David Rojas	30 min.	5

PROCEDURAL MATTERS

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


Signature