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

CASE NO. 1000 CEIVED (Readvertised)

APPLICATION OF MARATHON OIL COMPANY FOR A WATERFLOOD PROJECT AND 12 UNORTHODOX INJECTION WELL LOCATIONS, LEA COUNTY, NEW MEXICO. APR 1 2 1991

OIL CONSERVATION DIV. SANTA FE

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Joanne Reuter, as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Marathon Oil Company

OPPOSITION OR OTHER PARTY

 Doyle Hartman

 Oil Operator

 P.O. Box 10426

 Midland, Texas 79702

 (915) 684-4011

ATTORNEY

W. Thomas Kellahin, Esq. Kellahin, Kellahin & Aubrey P.O. Box 2265 Santa Fe, New Mexico 87504

ATTORNEY

Joanne Reuter	
Gallegos Law Firm	
141 East Palace Avenue	
Santa Fe, New Mexico 87501	
(505)983-6686	

STATEMENT OF CASE

APPLICANT

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.)

Doyle Hartman owns 320 acres of Jalmat Yates-Seven Rivers rights offsetting and contiguous to Marathon's proposed waterflood project which rights are comparable in structural position to Marathon's McDonald State lease. Inasmuch as his leasehold ownership partially coincides with the geologic interval proposed to be flooded by Marathon, is contiguous to and offset by Marathon's waterflood project, and is situated at a comparable structural position, Hartman strongly believes that his offsetting Jalmat Gas Pool leasehold rights will be adversely affected by Marathon's currently proposed McDonald water injection project.

At this time, Mr. Hartman and Marathon are attempting to reach an agreement that would address Mr. Hartman's concerns.

2

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

OPPOSITION

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

Michael Stewart, Petroleum Engineer 30 minutes

2 approximately

PROCEDURAL MATTERS

None.

JOANNE REUTER

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

CASE NO. 10269 (Readvertised)

APPLICATION OF MARATHON OIL COMPANY FOR A WATERFLOOD PROJECT AND 12 **UNORTHODOX INJECTION WELL LOCATIONS,** LEA COUNTY, NEW MEXICO.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Pre-Hearing

Statement was served via hand delivery to W. Thomas Kellahin, Esq., Kellahin, Kellahin

& Aubrey, P.O. Box 2265, Santa Fe, New Mexico 87504, this 12th day of April, 1991.

GALLEGOS LAW FIRM

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J.E. GALLEGOS JOANNE REUTER 141 East Palace Avenue Santa Fe, New Mexico 87501 (505) 983-6686

ATTORNEYS FOR DOYLE HARTMAN, OIL OPERATOR

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

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OPPOSITION OR OTHER PARTY

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ATTORNEY

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Joanne Reuter Gallegos Law Firm 141 East Palace Avenue Santa Fe, New Mexico 87501_____ (505)983-6686______

Received

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