

**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:**

JUL 21 2003

Oil Conservation Division

CASE NO. 13109

**APPLICATION OF MARBOB ENERGY CORPORATION
FOR AN UNORTHODOX WELL LOCATION, EDDY
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

Mr. Raye Miller
Marbob Energy Corporation
Post Office Box 227
Artesia, New Mexico 88211-0227
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ATTORNEY

William F. Carr, Esq.
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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order granting an exception to Division Rule 104.B(1) approving an unorthodox well location for its Zarafa "FF" Federal Well No. 2 at a point 1650 feet from the South line and 2550 feet from the West line (Unit K) of Section 12, Township 21 South, Range 24 East, NMPM, to be drilled to a depth sufficient to test all

formations from the surface to the base of the Morrow formation, Undesignated Southeast Cemetery-Morrow Gas Pool. Said well is located approximately 4.6 miles west northwest of the Junction of U. S. Highway 285 and Highway 137, Eddy County, New Mexico.


PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Raye Miller (Land)	Approx. 20 Minutes	Approx. 14
Brent May (Geology)	Approx. 15 Minutes	Approx. 3

PROCEDURAL MATTERS

Marbob Energy Corporation has none at this time.



William F. Carr
Attorney for Marbob Energy Corporation