

**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:

RECEIVED

AUG 15 1995

APPLICATION OF ARCH PETROLEUM INC. *Oil Conservation Division*
FOR SEVEN UNORTHODOX INFILL
OIL WELL LOCATIONS,
LEA COUNTY, NEW MEXICO. No. 11344

PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

ARCH PETROLEUM INC.
c/o Chris Bezner
10 Desta Drive, Suite 420E
Midland, TX 79705
(915) 685-1961
name, address, phone and
contact person

William F. Carr, Esq.
Campbell, Carr & Berge, P.A.
Post Office Box 2208
Santa Fe, New Mexico 87504
(505) 988-4421

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.)

Arch Petroleum Inc., applicant in the above-styled cause, seeks approval to drill its C. E. Lamunyon Well Nos. 51, 52, 53, 54, 55 and 56 and its Saltmount Well No. 3 at unorthodox oil well locations in the Teague-Blinebry Pool. Each well will be an infill oil well on existing 40-acre oil spacing and proration units comprising the NE/4 NE/4 (Unit A), NE/4 NW/4 (Unit C), and the SE/4 SE/4 (Unit P) of Section 21; the NW/4 NW/4 (Unit D), SW/4 NW/4 (Unit E), and the SW/4 SW/4 (Unit M) of Section 22; and, the NE/4 NE/4 (Unit A) of Section 28 all in Township 23 South, Range 37 East.

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

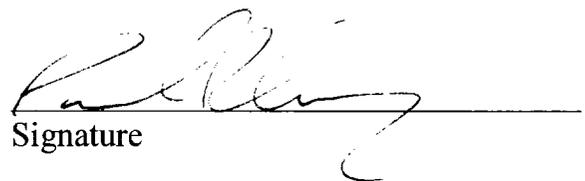
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Chris Bezner, Engineer	10 Min.	Approximately 5
Jack Erwin, Geologist	10 Min.	Approximately 4

OTHER PARTY

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

PROCEDURAL MATTERS

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


Signature

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Chris Bezner, Engineer	10 Min.	Approximately 5
Jack Erwin, Geologist	10 Min.	Approximately 4

OTHER PARTY

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

PROCEDURAL MATTERS

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

Signature