

**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. 12359

**APPLICATION OF MARBOB ENERGY CORPORATION
FOR COMPULSORY POOLING
LEA COUNTY, NEW MEXICO.**

**OIL CONSERVATION DIV
00 MAR 10 PM 4:03**

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Marbob Energy Corporation
Attn: Mr. Raye Miller
P.O. Box 227
Artesia, NM 88211-0227
(505) 748-3303

ATTORNEY

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

OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the base of the Wolfcamp formation to the base of the Morrow formation underlying the E/2 of Section 16, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico. Applicant proposes to dedicate these pooled units to its Scoggin Draw State "C" Com Well No. 2 to be drilled at a standard location 1020 feet from the North line and 1950 feet from the East line of said Section 16 to a depth to test all formations to the base of the Morrow formation, which includes, but is not necessarily limited to, the Red Lake Atoka-Morrow Gas Pool, Undesignated Scoggin Draw-Atoka Gas Pool and Undesignated Scoggin Draw-Morrow Gas Pool. Also to be considered will the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 6 miles south of Riverside, New Mexico.

OPPOSITION OR OTHER PARTY

PROPOSED EVIDENCE

APPLICANT

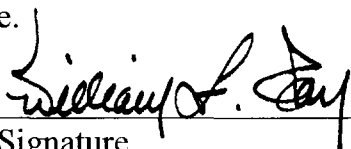
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Raye Miller (Practical Oilman)	Approx. 15 min.	Approx. 6
Martin Joyce (Geologist)	Approx. 10 min.	Approx. 3

OPPOSITION

WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
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PROCEDURAL MATTERS

Marbob Energy Corporation has none at this time.



Signature