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. 12483

APPLICATION OF MACK ENERGY CORP. FOR AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

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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

ATTORNEY

Mack Energy Corp. Attn: Ron Lanning and Matt Brewer Box 960 Artesia, NM 88211 (505) 6746-2362 William F. Carr, Esq. Campbell, Carr, Berge & Sheridan, P.A. Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421 Pre-hearing Statement NMOCD Case No. 12483 Page 2

STATEMENT OF CASE

<u>APPLICANT</u>

APPLICANT

Applicant seeks authorization to drill its proposed M. C. Federal Well No. 6 to test the Devonian formation, Maljamar-Devonian Pool and Wildcat Ellenberger formation at an unorthodox well location 2600 feet from the North line and 660 feet from the East line (Unit H) of Section 21, Township 17 South, Range 32 East, N.M.P.M. The SE/4 NE/4 of said Section 21 will be dedicated to the well in the Devonian formation forming a standard 40-acre oil spacing and proration unit and the E/2 of said Section 21 will be dedicated to the well in the Ellenberger formation forming a standard 320-acre gas spacing and proration unit. Said units are located approximately 2.5 miles south of Maljamar, New Mexico.

PROPOSED EVIDENCE

WITNESSES	EST. TIME	EXHIBITS
Ron Lanning (Landman)	Approx. 15 min.	Approx. 2
Matt Brewer (Geologist/ Engineer)	Approx. 10 min.	Approx. 3

Pre-hearing Statement NMOCD Case No. 12483 Page 3

PROCEDURAL MATTERS

Mack Energy Corp. has none at this time.

William F. Chrr I Attorney for Mack Energy Corp.