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. 10521

IN THE MATTER OF CASE NO. 10521 BEING REOPENED PURSUANT TO THE PROVISIONS OF ORDER NO. R-8170-L WHICH ORDER PROMULGATED SPECIAL RULES AND REGULATIONS FOR THE SOUTH BLANCO-PICTURED CLIFFS POOL ESTABLISHING A MINIMUM GAS ALLOWABLE FOR SAID POOL.

FEB | 1 1994

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 | |
|--|--|--|
| Union Oil Company of California | William F. Carr, Esq | |
| d/b/a Unocal | Campbell, Carr, Berge & Sheridan, P.A. | |
| 14141 Southwest Freeway | Post Office Box 2208 | |
| Sugarland, TX 77478 | Santa Fe, New Mexico 87504 | |
| Attn: Tom Baiar | | |
| (713) 287-7280 | (505) 988-4421 | |
| name, address, phone and contact person OTHER PARTY | ATTORNEY | |
| Oil Conservation Division | Robert G. Stovall, Esq. | |
| Oli Coliseivation Division | Post Office Box 2088 | |
| | Santa Fe, New Mexico 87503 | |
| | | |
| | (505) 827-5805 | |
| name, address, phone and | | |
| contact person | | |
| commer person | | |

Pre-hearing Statement NMOCD Case No. 10521 Page 2

STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

Unocal will present testimony in support of permanent minimum allowables for the South Blanco Pictured Cliffs Pool on a permanent basis.

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 |
|-------------------------------------|-----------|-----------------|
| Dana Delventhal, Petroleum Engineer | 25 Min. | Approximately 9 |

OTHER PARTY

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

PROCEDURAL MATTERS

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

Signature