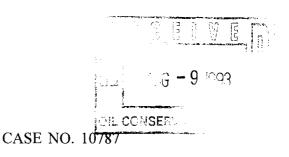
STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:



APPLICATION OF MERRION OIL & GAS CORPORATION FOR AN UNORTHODOX OIL WELL LOCATION, MCKINLEY COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This prehearing statement is submitted by Merrion Oil & Gas Corporation as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

Merrion Oil & Gas Corporation

P.O. Box 840

Farmington, New Mexico 87499

Attn: Steve Dunn

505/327-9801

OPPOSITION OR OTHER PARTY

Unknown _____

ATTORNEY

Tommy Roberts

P.O. Box 1020

Farmington, New Mexico 87499

505/325-1801

ATTORNEY

Unknown

Pre-hearing Statement NMOCD Case No. 10787 Page 2

STATEMENT OF CASE

<u>APPLICANT</u>

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

Applicant seeks approval of an unorthodox oil well location near The Ojo Encino Entrada Oil Pool for its High Hopes No. 1 Well to be drilled 1220 feet from the North line and 1300 feet from the East line (Unit A) of Section 28, Township 20 North, Range 5 West. The application is based on geologic factors.

OPPOSITION OR 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.)

NOT APPLICABLE

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PROPOSED EVIDENCE

<u>APPLICANT</u>

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

Steve Dunn -Petroleum Engineer 15 min.

Lease Ownership Map Structure Map Proof of Notice

OPPOSITION

WITNESSES (Name and expertise) EST. TIME

EXHIBITS

NOT APPLICABLE

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

NONE

mmy Roberty

TOMMY ROBERTS, Attorney for Merrion Oil & Gas Corporation

DATED: August 5, 1993