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: 10,175

APPLICATION OF MARALEX RESOURCES, INC. FOR AN UNORTHODOX COAL GAS WELL LOCATION.

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PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Applicant as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

Maralex Resources, Inc.

P. O. Box 421

Blanco, New Mexico 87412

(505) 632-1853

Attention: M. O'Hare

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OPPOSITION OR OTHER PARTY

ATTORNEY

STATEMENT OF CASE

APPLICANT

Applicant seeks approval of an unorthodox coal gas well location for a well to be drilled 205 feet from the North line and 130 feet from the East line of Section 34, Township 27 North, Range 8 West, in San Juan County. The well will be drilled to test the Basin-Fruitland Coal Gas Pool, and the $E^{1/2}_{2}$ of the Section will be dedicated to the well. The well location is necessitated by topographic conditions.

OPPOSITION OR OTHER PARTY

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PROPOSED EVIDENCE

APPLICANT

WITNESS EST. TIME **EXHIBITS**

Mickey O'Hare 20 minutes (a) Land Plat

(b) Topographic map(c) Notice letter (Engineer)

OPPOSITION

EST. TIME EXHIBITS WITNESS

PROCEDURAL MATTERS

Respectfully Submitted,

HINKLE, COX, EATON, COFFIELD & HENSLEY

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Attorneys for Applicant