

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

OIL CONSERVATION DIV.
JUN 30 PM 3:45

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

APPLICATION OF ST. MARY LAND &
EXPLORATION COMPANY FOR STATUTORY
UNITIZATION, EDDY AND LEA COUNTIES, NEW MEXICO CASE NO. 12207

APPLICATION OF ST. MARY LAND & EXPLORATION
COMPANY FOR APPROVAL OF A WATERFLOOD PROJECT
AND TO QUALIFY THE PROJECT FOR THE RECOVERED
OIL TAX RATE PURSUANT TO THE ENHANCED OIL
RECOVERY ACT, EDDY AND LEA COUNTIES, NEW MEXICO CASE NO. 12208

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

St. Mary Land & Exploration Company
1776 Lincoln Street, Suite 1100
Denver, Colorado 80203-1080
Attn: Ronald D. Boone
(303) 861-8140

name, address, phone and
contact person

ATTORNEY

James Bruce, Esq.
3304 Camino Lisa
Santa Fe, New Mexico 87501
(505) 982-2043

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OPPOSITION OR OTHER PARTY

Intoil, Inc.
Post Office Box 3438
Englewood, Colorado 80155-3438
Attn: Joseph Mazzola
(303) 790-0940
name, address, phone and
contact person

ATTORNEY

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

STATEMENT OF CASE

APPLICANT

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

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.)

Intoil Inc. will present testimony which shows the proposed unitization is neither fair, reasonable nor equitable to its interests in the unit area.

PROPOSED EVIDENCE

APPLICANT

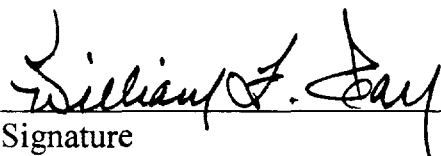
WITNESSES (Name and expertise)	EST. TIME	EXHIBITS
Roy C. Williamson, Jr.	1 hr.	Approximately 7

OPPOSITION

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

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

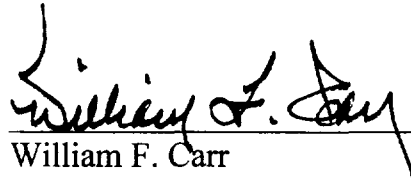


Signature

CERTIFICATE OF MAILING

I hereby certify that on this 30th day of July, 1999, I have caused to be hand-delivered a copy of our Pre-Hearing Statement in the above-captioned cases to the following counsel of record:

James Bruce, Esq.
612 Old Santa Fe Trail, Suite B
Santa Fe, New Mexico 87501



William F. Carr