STATE OF NEW MEXICO VED DEPARTMENT OF ENERGY, MIXIMANN AND NATURAL RESOURCES OIL CONSERVATION DIVISION 08

IN THE MATTER OF THE APPLICATION OF EOG RESOURCES, INC. FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 13912

IN THE MATTER OF THE APPLICATION OF OCCIDENTAL PERMIAN LTD. FOR CANCELLATION OF A DRILLING PERMIT, FOR A DETERMINATION OF THE RIGHT TO DRILL, AND APPROVAL OF A DRILLING PERMIT, LEA COUNTY, NEW MEXICO

CASE NO. 13945

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Miller Stratvert P.A. (J. Scott Hall) on behalf of Occidental Permian LTD. as required by the Oil Conservation Division.

APPEARANCES

A DDI	ICANT'S	ATTORNEY
APPL	JU AIVI A	ALIUNINE

APPLICANT

J. Scott Hall, Esq. Miller Stratvert P.A. 150 Washington Ave., Suite 300 Post Office Box 1986 Santa Fe, New Mexico 87504 (505) 989-9614

Occidental Permian LTD.

OPPONENT'S ATTORNEY

OPPONENT

OTHER PARTY'S ATTORNEY

OTHER PARTY

STATEMENT OF THE CASE

APPLICANT

In Case No. 13912, EOG Resources, Inc., ("EOG"), seeks the forced pooling of interests in the SW/4 NW/4 of Section 17 T18S, R35E, in order to drill its Cimarron "17" State Well No. 1 to the Bone Spring formation from a location 1650' FNL and 330' FWL (Unit E) of Section 17.

In Case No. 13945, OPL will establish that is the owner of one hundred percent of the working interest in the SW/4 NW/4 of Section 17, T18S, R35E, NMPM and that it has the exclusive right to drill thereon. OPL plans to drill its Desert Bighorn 17 State Well No. 1 to the Bone Spring formation at the same location in Section 17 where EOG proposes to drill its Cimarron "17" State Well No. 1. OPL will also establish that EOG owns no interest in the SW/4 NW/4 of Section 17 and that it has no right to drill thereon. Correspondingly, OPL will request the Division enter an order (1) canceling the drilling permit for the EOG Resources, Inc. Cimarron "17" State Well No. 1 and (2) making a determination of OPL's right to drill and approval of its drilling permit for the Desert Bighorn 17 State Well No. 1. OPL will also ask that EOG's Application in Case No. 13912 be denied.

OPPOSITION OR OTHER PARTY

PROPOSED EVIDENCE

APPLICANT WITNESSES

EST. TIME

NO. OF EXHIBITS

David Evans, Landman

45 minutes

12

OPPOSITION

WITNESSES

EST. TIME

NO. OF EXHIBITS

PROCEDURAL MATTERS

MILLER STRATVERT P.A.

By:

J. Scott Hall, Esq.
Post Office Box 1986
Santa Fe, New Mexico 87504

(505) 989-9614

Attorneys for Occidental Permian LTD.

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Certificate of Service

I hereby certify that a true and correct copy of the foregoing was faxed to counsel of record on the 14th day of June, 2007, as follows:

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504

J. Scott Hall