

**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 EOG RESOURCES, INC. FOR  
COMPULSORY POOLING, LEA COUNTY, NEW  
MEXICO.**

**Case No. 13,912**

**PRE-HEARING STATEMENT**

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

**APPEARANCES**

**APPLICANT**

EOG Resources, Inc.  
P.O. Box 2267  
Midland, Texas 79702

Attention: Douglas Hurlbut  
(432) 686-3610

**APPLICANT'S ATTORNEY**

James Bruce  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043

**OPPONENT**

Occidental Permian Ltd.

**OPPONENT'S ATTORNEY**

J. Scott Hall

**STATEMENT OF THE CASE**

**APPLICANT**

Applicant seeks an order pooling all mineral interests from the surface to the base of the Bone Spring formation underlying the SW/4NW/4 of Section 17, Township 18 South, Range 34 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40 acre spacing within that vertical extent. The units are to be dedicated to the Cimarron "17" State Well No. 1, to be drilled at an orthodox location in the SW/4NW/4 of Section 17. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENT**PROPOSED EVIDENCE**APPLICANTWITNESSESEST. TIMEEXHIBITS

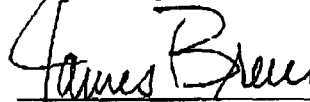
Douglas Hurlbut  
(landman)

15 min.

Approx. 4

OPPONENTWITNESSESEST. TIMEEXHIBITS**PROCEDURAL MATTERS**

Respectfully submitted,



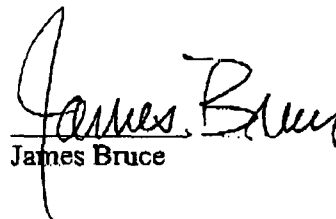
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Attorney for EOG Resources, Inc.

CERTIFICATE OF SERVICE

The foregoing pleading was served upon the following counsel of record this 1<sup>st</sup> of April, 2007 by facsimile transmission:

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