

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

**APPLICATION OF OXY USA INC. FOR A  
CLOSED LOOP GAS CAPTURE INJECTION  
PILOT PROJECT, EDDY COUNTY, NEW  
MEXICO.**

**CASE NO. 22151**

**OXY’S PRE-HEARING STATEMENT**

OXY USA Inc. (“Oxy”) (OGRID No. 16696) submits this Pre-Hearing Statement, pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

OXY USA Inc.

**ATTORNEY**

Michael H. Feldewert  
Adam G. Rankin  
Kaitlyn A. Luck  
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Post Office Box 2208  
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(505) 988-4421  
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**OTHER PARTIES**

None

**APPLICANT’S STATEMENT OF THE CASE**

Oxy seeks an order authorizing it to engage in a closed loop gas capture injection pilot project (“pilot project”) in the Bone Spring formation within a 800-acre, more or less, project area for this pilot project consisting of the W/2 W/2 of Sections 21, 28 and 35, and the E/2 of Section 35, Township 23 South, Range 31 East, NMPPM, Eddy County, New Mexico, by occasionally injecting produced gas into the following wells:

- The **Cal-Mon MDP1 “35” Federal #1H well** (API No. 30-015-44771) [Cotton Draw; Bone Spring Pool (Pool Code 13367)], with a surface location 277 feet FNL and 1077 feet FWL (Unit D) in Section 35, and a bottom hole location 202 feet FSL and 464 feet FWL (Unit M) in Section 35.
- The **Cal-Mon MDP1 “35” Federal #2H well** (API No. 30-015-44772) [Cotton Draw; Bone Spring Pool (Pool Code 13367)], with a surface location 277 feet FNL and 1112 feet FWL (Unit D) in Section 35, and a bottom hole location 187 feet FSL and 1248 feet FWL (Unit M) in Section 35.
- The **Cal-Mon “35” Federal #41H well** (API No. 30-015-43140) [Cotton Draw; Bone Spring Pool (Pool Code 13367)], with a surface location 250 feet FNL and 710 feet FWL (Unit D) in Section 35, and a bottom hole location 193 feet FSL and 951 feet FWL (Unit M) in Section 35.
- The **Iridium MDP1 “28-21” Federal Com #21H well** (API No. 30-015-45074) [Ingle Wells; Bone Spring Pool (Pool Code 33740)], with a surface location 610 feet FSL and 648 feet FWL (Unit M) in Section 28, and a bottom hole location 24 feet FNL and 303 feet FWL (Unit D) in Section 21.
- The **Cal-Mon “35” Federal #175H well** (API No. 30-015-45524) [Cotton Draw; Bone Spring Pool (Pool Code 13367)], with a surface location 110 feet FNL and 615 feet FEL (Unit A) in Section 35, and a

bottom hole location 17 feet FSL and 824 feet FEL (Unit P) in Section 35.

- The **Cal-Mon MDP1 “35” Federal #4H well** (API No. 30-015-44774) [Cotton Draw; Bone Spring Pool (Pool Code 13367)], with a surface location 120 feet FNL and 2624 feet FWL (Unit C) in Section 35, and a bottom hole location 191 feet FSL and 2180 feet FEL (Unit O) in Section 35.
- The **Cal-Mon MDP1 “35” Federal #5H well** (API No. 30-015-44775) [Cotton Draw; Bone Spring Pool (Pool Code 13367)], with a surface location 110 feet FNL and 890 feet FEL (Unit A) in Section 35, and a bottom hole location 200 feet FSL and 1068 feet FEL (Unit P) in Section 35.

OXY seeks authority to utilize this producing well to occasionally inject produced gas into the Bone Spring formation at total vertical depths between approximately 8,664 feet and 10,973 feet along the horizontal portion of each wellbore at surface injection pressures of no more than 1,250 psi. The source of the produced gas will be the Bone Spring and Wolfcamp formations. The subject acreage is located approximately 17 miles east of Loving, New Mexico.

**APPLICANT’S PROPOSED EVIDENCE**

<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Stephen Janacek, Engineer	Affidavit and Live (~30 minutes)	Approx. 5
Tony Troutman, Geologist	Affidavit and Live (~15 minutes)	Approx. 2

Xueying Xie, Reservoir Engineer

Affidavit and Live  
(~30 minutes)

Approx. 2

**PROCEDURAL MATTERS**

Oxy intends to present this case by affidavit and through the presence of live witnesses at the hearing.

Respectfully submitted,

HOLLAND & HART LLP



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**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

QUESTIONS

Action 46198

**QUESTIONS**

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 46198
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>