

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

**APPLICATIONS OF OXY USA INC.
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 22761-22765

OXY'S CONSOLIDATED PRE-HEARING STATEMENT

OXY USA Inc. ("Oxy") (OGRID No. 16696) submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

OXY USA Inc.

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In **Case No. 22761**, OXY seeks an order pooling all uncommitted interests in the Bone Spring formation [Red Tank; Bone Spring, East (Pool Code 51687)] underlying a standard 611.84 acre, more or less, horizontal well spacing unit comprised of the W/2 of Sections 7 and 18, Township 22 South, Range 33 East (NMPM), Lea County New Mexico. OXY seeks to initially dedicate the above-referenced horizontal spacing unit to the following proposed wells:

- **Senile Felines 18-7 State Com 22H** well to be drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 18 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 7; and
- **Senile Felines 18-7 State Com 21H** and **Senile Felines 18-7 State Com 31H** wells to be drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 18 to a bottom hole location in the NW/4 NW/4 (Lot 1) of Section 7.

The completed interval of the **Senile Felines 18-7 State Com 22H** well is expected to remain within 330 feet of the offsetting quarter-quarter sections or equivalent tracts to include them in a standard horizontal well spacing unit.

In **Case No. 22762**, OXY seeks an order pooling all uncommitted interests in the Bone Spring formation [Red Tank; Bone Spring, East (Pool Code 51687)] underlying a standard 640 acre, more or less, horizontal well spacing unit comprised of the E/2 W/2 and W/2 E/2 of Sections 7 and 18, Township 22 South, Range 33 East (NMPM), Lea County New Mexico. OXY seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Senile Felines 18-7 State Com 24H** and **Senile Felines 18-7 State Com 312H** wells to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 18 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 7. The completed intervals of both proposed wells are expected to remain within 330 feet of the offsetting quarter-quarter sections or equivalent tracts to include them in a standard horizontal well spacing unit.

In **Case No. 22763**, OXY seeks an order pooling all uncommitted interests in the Bone Spring formation [Red Tank; Bone Spring, East (Pool Code 51687)] underlying a standard 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 7 and 18,

Township 22 South, Range 33 East (NMPM), Lea County New Mexico. OXY seeks to initially dedicate the above-referenced horizontal spacing unit to the following proposed wells:

- **Senile Felines 18-7 State Com 25H** well to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 18 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 7; and
- **Senile Felines 18-7 State Com 26H** and **Senile Felines 18-7 State Com 313H** wells to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 18 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 7.

The completed interval of the Senile Felines 18-7 State Com 25H well is expected to remain within 330 feet of the offsetting quarter-quarter sections or equivalent tracts to include them in a standard horizontal well spacing unit.

In **Case No. 22764**, OXY seeks an order pooling all uncommitted interests in the Wolfcamp formation [WC-025 G-09 S223332A; UPR Wolfcamp (Pool Code 98177)] underlying a standard 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 7 and 18, Township 22 South, Range 33 East (NMPM), Lea County New Mexico. OXY seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Senile Felines 18-7 State Com 34H** well to be drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 18 to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 7. The completed interval of the Senile Felines 18-7 State Com 34H well is expected to remain within 330 feet of the offsetting quarter-quarter sections or equivalent tracts to include them in a standard horizontal well spacing unit.

In **Case No. 22765**, OXY seeks an order pooling all uncommitted interests in the Wolfcamp formation [WC-025 G-09 S223332A; UPR Wolfcamp (Pool Code 98177)] underlying

a standard 611.84-acre, more or less, horizontal well spacing unit comprised of the W/2 of Sections 7 and 18, Township 22 South, Range 33 East (NMPM), Lea County New Mexico. OXY seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Senile Felines 18-7 State Com 311H** well to be drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 18 to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 7. The completed interval of the Senile Felines 18-7 State Com 311H well is expected to remain within 330 feet of the offsetting quarter-quarter sections or equivalent tracts to include them in a standard horizontal well spacing unit.

APPLICANT’S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Amber Delach, Land Negotiator	Affidavit	Approx. 5
Daniel Burnett, Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

OXY requests that these cases be consolidated for purposes of hearing. OXY anticipates presenting these consolidated cases by affidavit, if unopposed.

Respectfully submitted,

HOLLAND & HART LLP

By: _____

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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 102595

QUESTIONS

Operator: OXY USA INC P.O. Box 4294 Houston, TX 772104294	OGRID: 16696
	Action Number: 102595
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<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>