

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 OCCIDENTAL PERMIAN LP FOR A NON-STANDARD SPACING AND PRORATION UNIT, COMPULSORY POOLING AND NON-STANDARD LOCATION, LEA COUNTY, NEW MEXICO.

RECEIVED (4652 CASE NO. (4652

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT

ATTORNEY

OXY USA WTP Limited Partnership Attn: Liz Bush-Ivie Post Office Box 4294 Houston, TX 77210-4294 (713) 366-5303 Ocean Munds-Dry, Esq.
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STATEMENT OF CASE

APPLICANT

Applicant in the above-styled cause seeks an order: (1) creating a non-standard spacing unit comprised of the E/2 W/2 of Section, Township 19 South, Range 32 East, NMPM and (2) pooling all mineral interests in the Bone Spring formation in the non-standard spacing unit which will be the project area for the Fecta 33 Fed Com No. 2H to be drilled from a surface location 141 feet from the North line and 2347 feet from the West line and a bottomhole location 330 feet from the South line and 1980 feet from the West line of Section 33. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as

actual operating costs and charges for supervision, designation of Occidental Permian LP as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 5 miles northeast of US Highway 62/180 and State Highway 176, New Mexico.

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and Expertise)	ESTIMATED TIME	EXHIBITS
Pat Sparks, Land	15 Min.	5
Bob Doty, Geology	15 Min.	5

PROCEDURAL MATTERS

Occidental Permian Limiting Partnership, does not have any at this time.

Ocean Munds-Dry, Esq.

ATTORNEY FOR OCCIDENTAL

PERMIAN LIMITING PARTNERSHIP

CERTIFICATE OF SERVICE

I certify that on June 2, 2011 I served a copy of the foregoing document to the following by fax and U.S. Mail.

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