

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 OGX RESOURCES LLC FOR  
COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

3/  
Case No. 14,450

PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

OGX Resources LLC  
P.O. Box 2064  
Midland, Texas 79702

Attention: Richard Coats  
(432) 684-5824

APPLICANT'S ATTORNEY

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

2005  
3/15/05

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the E½ of Section 19, Township 24 South, Range 28 East, NMPM, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent. The unit is dedicated to applicant's Pardue 19 Fed. Com. Well No. 1, drilled and re-entered at an orthodox location in the NE¼SE¼ of Section 19. Also to be considered will be the cost of re-entering 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 re-entering and completing the well.

OPPONENT

**PROPOSED EVIDENCE**

**APPLICANT**

**WITNESSES**

**EST. TIME**

**EXHIBITS**

This application will be submitted by affidavit.

**OPPONENT**

**WITNESSES**

**EST. TIME**

**EXHIBITS**

**PROCEDURAL MATTERS**

-None-

Respectfully submitted,

---

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

Attorney for OGX Resources LLC