,

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF OXY USA WTP LIMITED PARTNERSHIP FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 13,534

MOTION FOR CONTINUANCE

Pogo Producing Company ("Pogo") moves for a two week continuance of the hearing in this matter, and in support thereof, states:

- 1. The hearing in the above matter is set for August 11th.
- 2. Pogo has informally requested a two week continuance of this matter from applicant, but has not received a response as of this date.
 - 3. As reasons for the continuance, Pogo states;
 - (a) Pogo received notice of this hearing on August 2nd. See Exhibit A. Thus, it has had limited time to prepare for the hearing;
 - (b) Pogo's representatives recently met with applicant's representatives to discuss resolution of this matter, and Pogo believes that the parties can reach a voluntary agreement; and
 - (c) At the foregoing meeting, applicant's representatives stated that a drilling rig would not be on location for approximately 60 days, and as a result there is no imminent need to have the case heard on August 11th.
 - 4. Pogo will not seek a further continuance if this request is granted.

WHEREFORE, Pogo requests that this case be continued to the August 25th hearing.

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Respectfully submitted,

James Bruce

JAMES BRUCE

Post Office Box 1056 Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Pogo Producing Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this ______ day of August, 2005 by facsimile transmission:

William F. Carr Holland & Hart LLP P.O. Box 2208 Santa Fe, New Mexico 87504 (505) 983-6043 FAX

James Bruce

08/02/2005 08:40 FAX 432 685 8151

Poso Prod Co - Land Dept - Jim Bruce

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HOLLAND&HART.

William F. Carr wcarr@hollandhart.com

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July 19, 2005

MIDLAND

CERTIFIED MAIL - KETURN RECEIPT REQUESTED

Pogo Production Company Post Office Box 10340 Midland, Toxas 79702

Attention: Terry Gant

Re: Application of OXY USA WTP Limited Partnership for compulsory pooling, Harding County, New Mexico. (Fat Cactus Federal Corn Well No. 1)

Ladies and Gentlemen:

This letter is to advise you that OXY USA WTP Limited Partnership has filed the enclosed application with the New Mexico Oil Conservation Division seeking the compulsory pooling of the standard 320-acre spacing and proration unit comprised of the E/2 of Section 15, Township 19 North, Range 27 East, NMPM, Lea County, New Mexico. Said unit will be dedicated to OXY USA WTP Limited Partnership's proposed Fata Cactus Federal Well No. 1 which it proposes to drill at a standard gas well location 660 feet from the North line and 1400 feet from the East line of said Section 15 to test all formations from the surface to the base of the Morrow formation.

This application has been set for hearing before a Division Examiner on August 11, 2005, at the Oil Conservation Division's Santa Fe office located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you trom challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Pre-Hearing Statement with the Division at its Santa Fe Office four days in advance of a scheduled hearing, but in no event later than the Friday preceding the scheduled hearing. This statement must include: the names of the parties and their accorneys; a conoise statement of the case; the names of all witnesses the party will real to testify at the hearing, the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

ory truly yours

Mr. Doug Hurlbut

OXY USA WTP Limited Partnership



Holland & Harra

Phone [505] PRE-0421 Fax [505] 983-6043 www.hollandhart.com

110 North Guadalupe Suite 1 Santa Pa, NM 87501 Mailing Address AO. Box 2206 Santa Pa, NM 87504-2208

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BEFORE THE OIL CONSERVATION DIVISION

APPLICATION OF OXY USA WTP LIMITED PARTNERSHIP FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 13,53

RESPONSE IN OPPOSITION OF OXY USA WTP LIMITED PARTNERSHIP TO POGO PRODUCING COMPANY'S MOTION FOR CONTINUANCE

OXY USA WTP LIMITED PARTNERSHIP ("OXY") opposes the motion of Pogo Producing Company ("Pogo") for a two week continuance of the examiner heaving in the above-referenced case, and states:

- 1. OXY's application in this case was timely mailed by certified mail to Pogo on July 21, 2004. Although Pogo states it did not receive this letter until August 2, 2005, (See, Exhibit A) and needs additional time to prepare, OXY first proposed this well by letter dated **April 4, 2005** and has been in negotiations with Pogo since that time. Pogo has had ample notice of OXY's plans for this well and should not need additional time to prepare.
- 2. While Pogo states its belief that the parties can reach a voluntary agreement for this well, no agreement has been reached. OXY hopes to reach a voluntary agreement with Pogo, and states that it is willing to continue negotiations after the hearing on this application.
- 3. OXY has advised Pogo that its plans have been to drill this well after it drills its Horse Tail Well. However, as OXY has also advised Pogo that it has not received the Application for Permit to Drill the Horse Tail Well and it may be delayed due to archeological concerns. If OXY does not receive the Application for Permit to Drill the Horse Tail Well, it plans to move a drilling rig onto the Fat Cactus location in 20 to 30 days.

OXY has complied with all the requirements of the Division for a compulsory pooling order. OXY may need to move onto the location within a month and therefore requests that Pogo's motion for a continuance be denied and that the hearing on August 11, 2005 proceed as scheduled.

Respectfully submitted,

William F. Carr

Attorney for OXY USA WTP Limited

Partnership

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 9th day of August, 2005 by facsimile transmission:

James Bruce, Esq. Post Office Box 1056 Santa Fe, New Mexico 87504

William F Carr

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided) 887 MIDLAND, TX 79702 WFC UNIT ID: 0500 9557 084 Certified Fee

Cactos
Return Receipt Fee
(Endorsement Required) n 000 Restricted Delivery Fee (Endorsement Required) Total Postage & Fees Sent To Street, Apt. No.; or PO Box No. 7007 City, State, ZIP+ 4 PS Form 3800, January 2001 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: Pago Production Co. P. O Box 10340 Midland, TP 79707	C. Signature C. Signature C. Signature D. Is delivery address different from item 1? If YES, enter delivery address below:
Midlands of 19702	3. Service Type ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Insured Mail ☐ C.O.D.
	4. Restricted Delivery? (Extra Fee)
2. Article Number (Copy 7001 1140 0002	9557 8873
PS Form 3811, July 1999 Domestic Retu	ırn Receipt 102595-00-M-0952