

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

**APPLICATION OF OXY USA INC.  
FOR COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.**

OCT 25 2018 PM04:20

**CASE NO. 16476**

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**OXY'S CONSOLIDATED PRE-HEARING STATEMENT**

This consolidated pre-hearing statement is submitted by OXY USA Inc. ("OXY") as required by the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

OXY USA Inc.

**ATTORNEY**

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*Attorneys for OXY USA Inc.*

**STATEMENT OF THE CASE**

Under these consolidated applications, OXY seeks orders pooling all uncommitted interest owners in the Wolfcamp formation underlying two 640-acre, more or less, standard horizontal

spacing units in Sections 6 and 7, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico:

(1) the 640-acre, more or less, horizontal spacing unit comprised of the W/2 of Section 6, and the W/2 of Section 7, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to five initial wells:

- The **Height CC 6-7 Federal Com No. 31H Well**, which will be drilled horizontally from a from a surface location in the NW/4NW/4 (Lot 4) of Section 6 to a standard bottom hole location in the SW/4SW/4 (Lot 4) of Section 7;
- The **Height CC 6-7 Federal Com No. 32H Well**, which will be drilled horizontally from a from a surface location in the NW/4NW/4 (Lot 4) of Section 6 to a standard bottom hole location in the SW/4SW/4 (Lot 4) of Section 7;
- The **Height CC 6-7 Federal Com No. 33H Well**, which will be horizontally drilled from a surface location in the NE/4NW/4 (Lot 3) of Section 6 to bottom hole location in the SE/4SW/4 (Unit N) of Section 7;
- The **Time CC 6-7 Federal Com No. 41H Well**, which will be horizontally drilled from a surface location in the NE/4NW/4 (Lot 3) of Section 6 to bottom hole location in the SW/4SW/4 (Lot 4) of Section 7;
- The **Time CC 6-7 Federal Com No. 42H Well**, which will be horizontally drilled from a surface location in the NE/4NW/4 (Lot 3) of Section 6 to bottom hole location in the SE/4SW/4 (Unit N) of Section 7.

(2) the 640-acre, more or less, horizontal spacing unit comprised of the E/2 of Section 6, and the E/2 of Section 7, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to five initial wells:

- The **Height CC 6-7 Federal Com No. 34H Well**, which will be drilled horizontally from a from a surface location in the NE/4NW/4 (Lot 3) of Section 6 to a standard bottom hole location in the SW/4SE/4 (Unit O) of Section 7;
- The **Height CC 6-7 Federal Com No. 35H Well**, which will be drilled horizontally from a from a surface location in the NE/4NE/4 (Lot 1) of Section 6 to a standard bottom hole location in the SW/4SE/4 (Unit O) of Section 7;
- The **Height CC 6-7 Federal Com No. 36H Well**, which will be horizontally drilled from a surface location in the NE/4NE/4 (Lot 1) of Section 6 to bottom hole location in the SE/4SE/4 (Unit P) of Section 7;
- The **Time CC 6-7 Federal Com No. 43H Well**, which will be horizontally drilled from a surface location in the NE/4NE/4 (Lot 1) of Section 6 to bottom hole location in the SW/4SE/4 (Unit O) of Section 7;

- The **Time CC 6-7 Federal Com No. 44H Well**, which will be horizontally drilled from a surface location in the NE/4NE/4 (Lot 1) of Section 6 to bottom hole location in the SE/4SE/4 (Unit P) of Section 7.

The Division's district office has placed these wells in the Purple Sage Wolfcamp Gas Pool (Pool Code 98220), which is subject to Special Rules pursuant to Order R-14262. The completed interval for each well will comply with the setback requirements set forth in the Special Rules.

**APPLICANT'S PROPOSED EVIDENCE**

<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Jeremy Murphrey, Landman	Approx. 15 minutes	Approx. 7
Tony Troutman, Geologist	Approx. 15 minutes	Approx. 5

**PROCEDURAL MATTERS**

Oxy intends to consolidate these matters for hearing. If uncontested, OXY will present these cases by affidavit.

Respectfully submitted,

HOLLAND & HART LLP




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**ATTORNEYS FOR OXY USA INC.**