

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

CONTINUED AND DISMISSED CASES

REPORTER'S TRANSCRIPT OF PROCEEDINGS

BEFORE: DAVID R. CATANACH, Hearing Examiner

May 10th, 2007

Santa Fe, New Mexico

These matters were dismissed or continued to future hearing dates by DAVID R. CATANACH, Hearing Examiner, New Mexico Oil Conservation Division, on Thursday, May 10th, 2007, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South Saint Francis Drive, Room 102, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

* * *

STEVEN T. BRENNER, CCR
(505) 989-9317

2007 MAY 24 AM 11 35

I N D E X

May 10th, 2007
Continued and Dismissed Cases

PAGE

REPORTER'S CERTIFICATE

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* * *

1 WHEREUPON, the following proceedings were had at
2 8:15 a.m.:

3 EXAMINER CATANACH: All right, we'll call this
4 hearing to order. This is Docket Number 14-07, today is
5 May 10th, 2007.

6 At this time I will call the continuances.

7 On page 1, Case 13,912 is continued to May 24th;
8 Case 13,913 is continued to June 7th.

9 On page 2, Case 13,914 is continued to May 24th;
10 and -- Bill, there's two -- Mr. Carr?

11 MR. CARR: Yes?

12 EXAMINER CATANACH: There's two Coleman cases on
13 this docket --

14 MR. CARR: Yes.

15 EXAMINER CATANACH: -- inadvertently, but they
16 have two different case numbers.

17 MR. CARR: They shouldn't.

18 EXAMINER CATANACH: Do you know which one is the
19 right one?

20 MR. CARR: No.

21 EXAMINER CATANACH: Okay, I don't --

22 MR. CARR: One was --

23 MR. KELLAHIN: Bill, it's the second one.

24 MR. CARR: It's the second one, is the correct
25 one.

1 MR. KELLAHIN: The one with the west half, it's
2 13,894 --

3 MR. CARR: Okay, the second Coleman case is
4 the --

5 MR. KELLAHIN: That's the good one.

6 MR. CARR: That's correct, that's the right one.

7 EXAMINER CATANACH: All right, the one --

8 MR. CARR: The first one should be dismissed, Mr.
9 Catanach.

10 EXAMINER CATANACH: Okay, that first case,
11 13,894, we'll dismiss that case

12 On page 3, Case 13,908 continued to May 24th;
13 Case 13,909 continued to May 24th.

14 And on page 4, Case 13,894, that one will be
15 continued to May 24th; Case 13,853 continued to May 24th;
16 and Case 13,856 continued to May 24th.

17 (Thereupon, these proceedings were concluded at
18 8:17 a.m.)

19 * * *

20
21 I do hereby certify that the foregoing is
22 a complete record of the proceedings in
23 the Examiner hearing of Case No. _____
24 heard by me on May 10, 2007
25 David R. Catanch, Examiner
Oil Conservation Division

CERTIFICATE OF REPORTER

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

I, Steven T. Brenner, Certified Court Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Division was reported by me; that I transcribed my notes; and that the foregoing is a true and accurate record of the proceedings.

I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in this matter and that I have no personal interest in the final disposition of this matter.

WITNESS MY HAND AND SEAL May 10th, 2007.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2010

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

2007 APR 1 11:08 AM

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF HEARING:

APPLICATION OF OGX RESOURCES LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO

CASE 13913

PRE-HEARING STATEMENT

OGX Resources LLC submits this pre-hearing statement as required by the New Mexico Oil Conservation Division.

APPEARANCES OF THE PARTIES

APPLICANT

OGX Resources LLC
P. O. Box 2064
Midland, Texas 79702
Attn: Richard Coats
432-685-1738

ATTORNEY

Thomas Kellahin, Esq.
706 Gonzales Road
Santa Fe, New Mexico 87501
505-982-4285

OPPONENT

none

ATTORNEY

STATEMENT OF THE CASE

APPLICANT:

OGX Resources LLC, in accordance with Section 70-1-17.C, seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the E/2 of Section 21, T24S, R28E, NMPM, Eddy County, New Mexico, forming a standard 320-acre gas spacing and proration unit for any production for any and all formations/pools developed on 320-acre spacing within that vertical extent, including but not limited to the Malaga-Morrow Gas Pool. This unit is to be dedicated to Occidental Permian Limited Partnership's New Zipper Federal Com Well No. 1 (API No 30-015-33531) which has been drilled at a standard well location in Unit P of this section. Also to be considered will be the costs of the drilling and completing this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of Occidental Permian Limited Partnership as the operator of the well and, pursuant to Commission Order R-11992, a risk charge of 200% for the risk involved in this well. This unit is located approximately 2 miles Southwest from Malaga, New Mexico.

IN THE ABSENCE OF OBJECTION, THIS MATTER WILL BE TAKEN UNDER ADVISEMENT

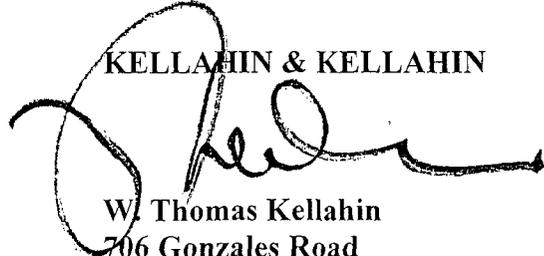
PROPOSED EVIDENCE

APPLICANT

| WITNESSES | EST. TIME | EST. EXHIBITS |
|-----------------------------------|------------------|----------------------|
| By affidavit Kaye Smith (Landman) | 10 min | about 8 |

PROCEDURAL MATTERS

None



KELLAHIN & KELLAHIN

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