

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.

Case No. 14,428

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) 604-5824

APPLICANT'S ATTORNEY

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

OPPONENT

EOG Resources, Inc.

OPPONENT'S ATTORNEY

William F. Carr

OTHER PARTY

Occidental Permian  
Limited Partnership

OTHER PARTY'S ATTORNEY

W. Thomas Kellahin

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 S½ of Section 29, 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, and the SE¼ of Section 29 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent. The unit is to be dedicated to applicant's Second Chance Fed. Com. Well No. 1, to be drilled at an orthodox location in the SE¼SE¼ of Section 29. Also to be considered will be the cost of drilling 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 drilling and completing the well.

OPPONENT

**PROPOSED EVIDENCE**

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
Richard Coats (landman)	20 min.	Approx. 5
_____ (geologist)	20 min.	Approx. 4

OTHER PARTY

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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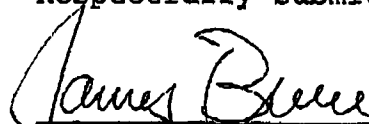
OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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**PROCEDURAL MATTERS**

The attorney for EOG Resources, Inc. has indicated he may request a continuance.

Respectfully submitted,



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

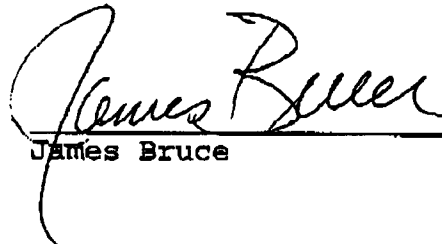
Attorney for OGX Resources LLC

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 12th day of February, 2005 via facsimile transmission:

W. Thomas Kellahin  
P.O. Box 2265  
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(505) 982-2047

William F. Carr  
Holland & Hart LLP  
Post Office Box 2208  
Santa Fe, New Mexico 87504  
(505) 983-2043

  
James Bruce

**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 HEARING:**

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

**CASE 13428**

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

**CASE 13429**

**PRE-HEARING STATEMENT**

**Occidental Permian Limited Partnership ("OXY") submits this pre-hearing statement as required by the New Mexico Oil Conservation Division.**

**APPEARANCES OF THE PARTIES**

**APPLICANT**

**OGX Resources LLC**

**ATTORNEY**

**James Bruce, Esq.  
P. O. Box 1056  
Santa Fe, New Mexico 87504  
505-982-2043**

**OTHERS**

**Occidental Permian Limited Partnership  
("OXY")**

**ATTORNEY**

**W. Thomas Kellahin, Esq.  
P. O. Box 2265  
Santa Fe, New Mexico 87504  
Phone: 505-982-4285  
Fax: 505-982-2047**

**OPPONENT**

**EOG Resources**

**ATTORNEY**

**William F. Carr, Esq.  
Holland & Hart**

**STATEMENT OF THE CASE**

**OXY:**

**Oxy is a working interest owner is both wells and spacing units proposed by OGX Resources, LLC and supports the granting of these applications.**

**PROPOSED EVIDENCE**

**OXY'S WITNESSES**

**EST. TIME**

**EST. EXHIBITS**

**Witnesses not yet determined**

**PROCEDURAL MATTERS**

**None**

**KELLAHIN & KELLAHIN**



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