

**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 OCCIDENTAL PERMIAN LIMITING  
PARTNERSHIP FOR A NON-STANDARD SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO.**

RECEIVED OGD  
2011 JUN -2 P 3:35  
CASE NO. 14651

**PRE-HEARING STATEMENT**

This Pre-Hearing Statement is submitted by Holland & Hart LLP as required by the Oil Conservation Division.

**APPEARANCES OF PARTIES**

**APPLICANT**

OXY USA WTP Limited Partnership  
Attn: Liz Bush-Ivie  
Post Office Box 4294  
Houston, TX 77210-4294  
(713) 366-5303

**ATTORNEY**

Ocean Munds-Dry, Esq.  
Holland & Hart LLP  
Post Office Box 2297  
Santa Fe, New Mexico 87504-2208  
(505) 988-4421

**STATEMENT OF CASE**

**APPLICANT**

Applicant in the above-styled cause seeks an order: (1) creating a non-standard spacing unit comprised of the W/2 W/2 of Section, Township 19 South, Range 32 East, NMPM and (2) pooling all mineral interests in the Bone Spring formation in the non-standard spacing unit which will be the project area for the Fecta 33 Fed Com No. 1H to be drilled from a surface location 330 feet from the North line and 990 feet from the West line and a bottomhole location 330 feet

from the South line and 660 feet from the West line of Section 33. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Occidental Permian LP as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 5 miles Northeast of US Highway 62/180 and State Highway 176, New Mexico.

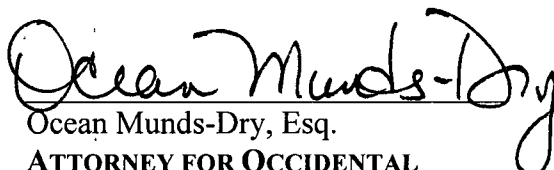
### **PROPOSED EVIDENCE**

#### **APPLICANT**

<b>WITNESSES (Name and Expertise)</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Pat Sparks, Land	15 Min.	5
Bob Doty, Geology	15 Min.	5

### **PROCEDURAL MATTERS**

Occidental Permian Limiting Partnership, does not have any at this time.

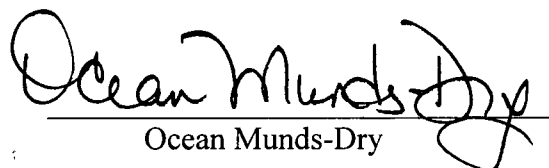
  
Ocean Munds-Dry, Esq.  
**ATTORNEY FOR OCCIDENTAL  
PERMIAN LIMITING PARTNERSHIP**

## CERTIFICATE OF SERVICE

I certify that on June 2, 2011 I served a copy of the foregoing document to the following by *fax* and *U.S. mail*.

W. Thomas Kellahin  
706 Gonzalez Road  
Santa Fe, NM 87501  
(505) 982-4285  
(505) 216-2780 facsimile

Carol Leach  
Beatty & Wozniak, P.C.  
500 Don Gaspar Avenue  
Santa Fe, New Mexico 87505-2626  
Telephone (505) 983-8545  
Facsimile (505) 983-8547  
cleach@bwenergylaw.com

  
Ocean Munds-Dry