STATE OF NEW MEXICO JUN 06 2019 PM02:14 DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

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

CASE NO. 20550

OXY'S PRE-HEARING STATEMENT

OXY USA Inc. ("OXY") (OGRID No. 16696), the applicant in the above-referenced

matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

OXY USA Inc.

ATTORNEY

Michael H. Feldewert Adam G. Rankin Julia Broggi Kaitlyn A. Luck Holland & Hart LLP Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421 (505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF CASE

OXY seeks order pooling all uncommitted interests in the Wolfcamp formation (Purple Sage; Wolfcamp Pool (98220)) underlying a standard 640-acre, more or less, horizontal well spacing unit comprised of the E/2 of Sections 20 and 29, Township 24 South, Range 29 East, NMPM, Eddy County, New Mexico. OXY will dedicate this spacing unit to the following proposed initial wells:

- The Salt Flat CC "20-29" Federal Com No. 34H Well, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 17 to a bottom-hole location in the SW/4 SE/4 (Unit O) of Section 29.
- The Salt Flat CC "20-29" Federal Com No. 36H Well, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 17 to a bottom-hole location in the SE/4 SE/4 (Unit P) of Section 29.
- The Salt Flat CC "20-29" Federal Com No. 38H Well, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 17 to a bottom-hole location in the SW/4 SE/4 (Unit O) of Section 29.

The completed interval for each well will remain within the standard setback as required by the Special Rules for the Purple Sage; Wolfcamp Pool.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Jeremy Murphrey, Landman	Approx. 10	Approx. 6
Tony Troutman, Geologist	Approx. 15	Approx. 4

PROCEDURAL MATTERS

If uncontested, OXY will present this case by affidavit.

Respectfully submitted,

HOLLAND & HART LLP

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ATTORNEYS FOR OXY USA INC.