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:

CASE NO. 13908

APPLICATION OF OXY USA WTP LIMITED PARTNERSHIP FOR AUTHORIZATION TO SIMULTANEOUSLY DEDICATE A STANDARD SPACING AND PRORATION UNIT IN THE WOLFCAMP FORMATION TO A HORIZONTAL WELL AND TWO VERTICAL WELLS, EDDY COUNTY, NEW MEXICO.

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REVISED PRE-HEARING STATEMENT

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

APPEARANCES OF PARTIES

<u>APPLICANT</u>

ATTORNEY

OXY Permian Attn: Elizabeth S. Bush-Ivie Post Office Box 4294 Houston, TX 77210-4294 (713) 366-5303

William F. Carr, Esq. Holland & Hart LLP Post Office Box 2297 Santa Fe, New Mexico 87504-2208 (505) 988-4421

STATEMENT OF CASE

Applicant seeks authorization to dedicate a standard 320-acre spacing and proration unit comprised of the S/2 of Section 15, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico in the Wolfcamp formation, North Burton Flat-Wolfcamp Gas Pool, to the following three wells:

1. The Government AC Com Well No. 1 (API No. 30-015-21432) drilled as a vertical well located 660 feet from the South Line and 1980 feet from the West Line of said Section

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- 2. The Government AA Com Well No. 2 (API No. 30-015-33283) that has been drilled as a dual lateral horizontal wellbore (directional well) from a surface location 190 feet from the North line and 350 feet from the West line of Section 23 to a bottom hole location 675 feet from the North Line and 261 feet from the East Line of Section 15 and a second lateral with a bottom hole location 678 feet from the South Line and 237 feet from the West line of Section 23; and
- 3. The Government AC Com Well No. 4 (API No. 30-015-32655) drilled as a vertical well located 660 feet from the South and East Lines of Section 15.

PROPOSED EVIDENCE

<u>APPLICANT</u>

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(Name and Expertise)	ESTIMATED TIME	EXHIBITS
David Evans or Elizabeth Bush-Ivie (Land)	Approx. 10 Minutes	Approx. 4
David Lofton (Reservoir Engineer)	Approx. 15 Minutes	Approx. 6

PROCEDURAL MATTERS

OXY USA WTP Limited Partnership has none at this time.

William F. Carr

Attorney for OXY USA WTP Limited Partnership

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