

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

**APPLICATIONS OF COLGATE PRODUCTION,
LLC FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NOS. 23640 - 23645

CONSOLIDATED PRE-HEARING STATEMENT

Colgate Production, LLC (“Colgate” or “Applicant”) submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division (“Division”).

APPEARANCES

APPLICANT

Colgate Production, LLC

ATTORNEYS

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INTERESTED PARTIES

None.

ATTORNEYS

STATEMENT OF THE CASE

In **Case No. 23640**, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Koala 9 Fed Com 111H, Koala 9 Fed Com 121H, and Koala 9 Fed Com 131H** wells, which will be drilled from surface hole locations in the

NE/4 NE/4 (Unit A) of Section 8 to bottom hole locations in the NE/4 NE/4 (Unit A) of Section 10. The completed intervals of the wells will be orthodox.

In **Case No. 23641**, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Koala 9 Fed Com 113H, Koala 9 Fed Com 123H, and Koala 9 Fed Com 133H** wells, which will be drilled from surface hole locations in the SE/4 SE/4 (Unit P) of Section 8 to bottom hole locations in the NE/4 SE/4 (Unit I) of Section 10. The completed intervals of the wells will be orthodox.

In **Case No. 23642**, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Koala 9 Fed Com 112H, Koala 9 Fed Com 122H, and Koala 9 Fed Com 132H** wells which will be drilled from surface hole locations in the NE/4 NE/4 (Unit A) of Section 8 to bottom hole locations in the SE/4 NE/4 (Unit H) of Section 10. The completed intervals of the wells will be orthodox.

In **Case No. 23643**, Colgate seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Koala 9 Fed Com 114H, Koala 9 Fed Com 124H, and Koala 9 Fed Com 134H** wells which will be drilled from surface hole locations in the SE/4 SE/4 (Unit P) of Section 8 to bottom hole locations in the SE/4 SE/4 (Unit P) of Section 10. The completed intervals of the wells will be orthodox.

In **Case No. 23644**, Colgate seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the N/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Koala 9 Fed Com 201H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 8, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, and the **Koala 9 Fed Com 202H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 8, to a bottom hole location in the SE/4 NE/4 (Unit H) of Section 10. The completed intervals of the wells will be orthodox.

In **Case No. 23645**, Colgate seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the S/2 of Sections 9 and 10, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Koala 9 Fed Com 203H** well, which will be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 8, to a bottom hole location in the NE/4 SE/4 (Unit I) of Section 10, and the **Koala 9 Fed Com 204H** well, which will be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 8, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 10. The completed intervals of the wells will be orthodox.

Colgate owns a working interest in the proposed spacing units and seeks to designate Permian Resources Operating, LLC, as operator of the spacing units and the wells to be drilled thereon. The Koala 9 Fed Com wells are located approximately 12 miles northeast of Carlsbad, New Mexico.

PROPOSED EVIDENCE

| Witness | Occupation | Estimated Time | Exhibits |
|--------------------|-------------------|-----------------------|-----------------|
| Mark Hajdik | Landman | Affidavit | Approx. 5 |
| Christopher Cantin | Geologist | Affidavit | Approx. 6 |

PROCEDURAL MATTERS

Applicant requests that the Division consolidate these matters for hearing. Applicant will present these matters by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

Dana S. Hardy

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 239468

QUESTIONS

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| Operator: COLGATE OPERATING, LLC 300 North Marienfeld Street Midland, TX 79701 | OGRID: 371449 |
| | Action Number: 239468 |
| | Action Type: [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

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|---|---------------|
| Testimony | |
| Please assist us by provide the following information about your testimony. | |
| Number of witnesses | Not answered. |
| Testimony time (in minutes) | Not answered. |