

May 10, 2018

Jennifer L. Bradfute 505.848.1845 Fax: 505.848.1882 Jlb@modrall.com

Florene Davidson NM Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Re: No. 16142

APPLICATION OF APACHE CORPORATION FOR A NON-STANDARD SPACING AND PRORATION UNIT, NON-STANDARD LOCATIONS, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

No. 16143

APPLICATION OF APACHE CORPORATION FOR A NON-STANDARD SPACING AND PRORATION UNIT, NON-STANDARD LOCATIONS, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Dear Ms. Davidson:

Enclosed please find three copies of the following:

1. Apache's Pre-Hearing Statement – Palmillo

Thank you for your assistance. Please contact me if you have any questions.

Sincerely

Zina Crum, Legal Assistant to Jennifer L. Bradfute

JLB/zc Enclosure

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Modrall Sperling Roehl Harris & Sisk P.A.

Bank of America Centre 500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505 848 1800

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

APPLICATION OF APACHE CORPORATION FOR A NON-STANDARD SPACING AND PRORATION UNIT, NON-STANDARD LOCATIONS, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 16142

APPLICATION OF APACHE CORPORATION FOR A NON-STANDARD SPACING AND PRORATION UNIT, NON-STANDARD LOCATIONS, AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 16143

APACHE CORPORATION'S PRE-HEARING STATEMENT

Apache Corporation ("Apache"), submits this Pre-Hearing Statement for the abovereferenced cases pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Apache Corporation 303 Veterans Airpark Lane Suite 3000 Midland, TX 79705 Earl E. DeBrine, Jr., Esq.
Jennifer L. Bradfute, Esq.
MODRALL, SPERLING, ROEHL,
HARRIS & SISK, P.A.
P. O. Box 2168
Albuquerque, New Mexico 87103-2168
(505) 848-1800

STATEMENT OF CASE

In Case No. 16142, Apache by and through its attorneys, Modrall, Sperling, Roehl, Harris & Sisk, P.A., files an application with the Oil Conservation Division for an order: (1) creating a non-standard 160-acre, more or less, spacing and proration

unit in the Bone Spring formation, comprised of the S2/ N/2 of Section 26, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico; and, (2) approving non-standard locations; and (3) pooling all mineral interests in the Bone Spring formation underlying this proposed non-standard spacing and proration unit.

In Case No. 16143, Apache seeks an order: (1) creating a non-standard 160-acre, more or less, spacing and proration unit in the Bone Spring formation, comprised of the N/2 N/2 of Section 26, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico; and, (2) approving non-standard locations; and (3) pooling all mineral interests in the Bone Spring formation underlying this proposed non-standard spacing and proration unit.

PROPOSED EVIDENCE

APPLICANT:

<u>WITNESS</u>	ESTIMATED TIME	EXHIBITS
Ashley St. Pierre-Landman	Approx. 20 min.	Approx. 6
Mike Muncy – Geologist	Approx. 15 min.	Approx. 6
Mindy Goldsmith -Engineer	Approx. 10 min.	Approx. 2

PROCEDURAL MATTERS

Apache asks that these matters be consolidated at hearing.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Bv:

Earl E. DeBrine, Jr.

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Attorneys for Apache Corporation