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

IN THE MATTER OF THE APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 16169

IN THE MATTER OF THE APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 16170

IN THE MATTER OF THE APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 16171

IN THE MATTER OF THE APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 16172

IN THE MATTER OF THE APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 16173

IN THE MATTER OF THE APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, NON-STANDARD SPACING AND PRORATION UNIT, AND UNORTHODOX LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 16174

PRE-HEARING STATEMENT

This Pre-hearing Statement is submitted by Pride Energy Company by and through its undersigned counsel, Ernest L. Padilla, PADILLA LAW FIRM, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT:	Pride Energy Company P.O. Box 701950 Tulsa, OK 74170
ATTORNEY:	Ernest L. Padilla Padilla Law Firm, P.A. PO Box 2523 Santa Fe, New Mexico 87504 (505) 988-7577 padillalaw@qwestoffice.net

OPPOSITION OR OTHER PARTY:

Devon Energy Production Company

ATTORNEY:

J. Scott Hall Seth C. McMillian PO Box 2307 Santa Fe, NM 87504-2307 <u>shall@montand.com</u> <u>smcmillian@montand.com</u>

STATEMENT OF CASE

APPLICANT:

The captioned cases should be consolidated for hearing together with Devon Energy Production Company's OCD Cases Nos. 16099-160104.

Both parties have competing applications. Pride Energy's applications for Bone Spring and Wolfcamp development call for drilling 1-mile laterals in Section 16, Township 25 South, Range 32 East, NMPM, Lea County, New Mexico. Devon's applications call for drilling 2-mile laterals in Sections 16 and 21.

Pride Energy will present evidence and testimony showing that development pursuant to its applications will result in more efficient recovery of oil and gas, and ultimate recoveries. Therefore, development through 1-mile laterals will be in the best interests of conservation of oil and gas.

OPPOSITION OR OTHER PARTY:

See Devon Energy Prehearing Statement. **PROPOSED EVIDENCE**

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
Steve Morris, Petroleum Engineer	1.0 hr.	AFEs Facility Maps Recovery Efficiencies And Estimates EUR comparisons
Jay Leaver, Geologist	.5 hr.	Structure and Isopach maps
Matt Pride, Corporate Officer		Drilling Program

OPPOSITION

See Devon Energy Prehearing Statement.

WITNESSES

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

Whether Pride Energy and Devon Energy's cases will be heard together on June 12, 2018 as discussed at an earlier status conference with Mike McMillan.

PADILLA LAW FIRM, P.A.

/s/ Ernest L. Padilla

ERNEST L. PADILLA Attorney for Pride Energy Company PO Box 2523 Santa Fe, New Mexico 87504 505-988-7577 padillalaw@gwestoffice.net

<u>CERTIFICATE OF SERVICE</u> I hereby certify that a true and correct copy of the forgoing was served to counsel of record by electronic mail this 24th day of May, 2018.

J. Scott Hall Seth C. McMillian PO Box 2307 Santa Fe, NM 87504-2307 shall@montand.com smcmillian@montand.com

> /s/Ernest L. Padilla ERNEST L. PADILLA