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:

APPLICATION OF ASCENT ENERGY, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 16481

APPLICATION OF ASCENT ENERGY, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 16482

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Ascent Energy, LLC ("applicant" or "Ascent") as required by the Oil Conservation Division.

APPEARANCES

APPLICANT'S ATTORNEY

Ascent Energy, LLC
Attention: Lee Zink

James Bruce
P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

OPPONENT'S ATTORNEY

Apache Corporation Jennifer L. Bradfute

Earl deBrine

STATEMENT OF THE CASES

APPLICANT

Case No. 16481: Applicant seeks an order pooling all mineral interests in the Bone Spring formation underlying a 320-acre horizontal spacing unit in the Bone Spring formation comprised of the W/2W/2 of Section 28 and the W/2W/2 of Section 33, Township 20 South, Range 30 East, NMPM. The unit will be dedicated to the Anvil Fed. Com. Well No. 401H, Anvil Fed. Com. Well No. 501H, and Anvil Fed. Com. Well No. 601H, horizontal Bone Spring wells with first

take points in the SW/4SW/4 of Section 33 and final take points in the NW/4NW/4 of Section 28.

Case No. 16482: Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying a 320-acre horizontal spacing unit in the Wolfcamp formation comprised of the W/2W/2 of Section 28 and the W/2W/2 of Section 33, Township 20 South, Range 30 East, NMPM. The unit will be dedicated to the Anvil Fed. Com. Well No. 701H and Anvil Fed. Com. Well No. 702H, horizontal Wolfcamp wells with first take points in the SW/4SW/4 of Section 33 and final take points in the NW/4NW/4 of Section 28.

Also to be considered in each case will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

	WITNESSES	EST. TIME	<u>EXHIBITS</u>
	Lee Zink (landman)	20 min.	Approx. 10
	Matt Ward (geologist)	25 min.	Approx. 10
	Alex Yancey (engineer)	20 min.	Approx. 5
<u>OPPONENT</u>			
	WITNESSES	EST. TIME	<u>EXHIBITS</u>

PROCEDURAL MATTERS

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Ascent Energy, LLC

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this _____ day of October, 2018 via e-mail:

Jennifer L. Bradfute *jlb@modrall.com*

Earl deBrine edebrine@modrall.com

James Bruce