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

APPLICATION OF PERCUSSION PETROLEUM OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NO. 20233

PERCUSSION PETROLEUM OPERATING, LLC'S PRE-HEARING STATEMENT

Percussion Petroleum Operating, LLC ("Percussion") (OGRID No. 371755) submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Percussion Petroleum Operating, LLC

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APPLICANT'S STATEMENT OF CASE

Percussion is seeking an order pooling all uncommitted interests in the 160-acre horizontal spacing unit in the Red Lake Glorieta-Yeso Pool (51120) comprised of the N/2 S/2 of Section 18, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico. Percussion further seeks to dedicate the above-referenced spacing unit to the **Smashing Pumpkins 1H**

Well, to be drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 13, Township 18 South, 26 East, to a standard bottom hole location in the NE/4 SE/4 (Unit I) of Section 18, Township 18 South, Range 27 East.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Stan Mitchell – Landman	Approx. 10	Approx. 3
CJ Lipinski – Geologist	Approx. 10	Approx. 3

PROCEDURAL MATTERS

If unopposed, Percussion anticipates presenting this case by affidavits.

Respectfully submitted,

HOLLAND & HART LLP

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ATTORNEYS FOR PERCUSSION PETROLEUM OPERATING, LLC

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