

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

APPLICATION OF BC OPERATING, INC.,
CROWN OIL PARTNERS V, CRUMP ENERGY
PARTNERS, AND NADEL AND GUSSMAN
PERMIAN, LLC FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

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Case No.: 15661

APPLICANTS' PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicants BC Operating, Inc., Crown Oil Partners V, Crump Energy Partners, and Nadel & Gussman Permian, LLC (collectively, "Applicants") in accordance with the Oil Conservation Division's regulations.

APPEARANCES

APPLICANTS

BC Operating, Inc., Crown Oil Partners
V, Crump Energy Partners, and Nadel
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APPLICANT'S STATEMENT OF THE CASE

Applicants seek an order pooling all uncommitted interests in the Wolfcamp formation underlying the 320-acre, more or less, spacing and proration unit comprised of the E/2 of Section 22, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico. This acreage is to be dedicated to Applicants' proposed Chicken Fry Federal Com No. 1H Well (API No. 30-015-42882), which will be drilled horizontally from the NE/4 NE/4 (Unit A) to the SE/4 SE/4 (Unit P) of Section 22. Under Order R-14262 this acreage has now been placed within the Purple Sage Wolfcamp Gas Pool (Pool Code 98220). Pursuant to Rule 2 of the Special Rules for this pool, the perforated interval of this proposed horizontal wellbore will no closer than 330 feet to the exterior boundary of the spacing unit and will therefore be at a standard location.

APPLICANT'S PROPOSED EVIDENCE

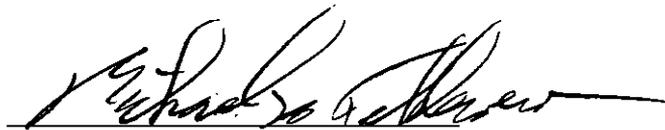
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Brandon Gianfala Landman	Approx. 15 minutes	Approx. 5
Mike Moylette Geologist	Approx. 10 minutes	Approx. 4

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

HOLLAND & HART LLP

A handwritten signature in black ink, appearing to read "Michael H. Feldewert", written over a horizontal line.

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ATTORNEYS FOR APPLICANTS

CERTIFICATE OF SERVICE

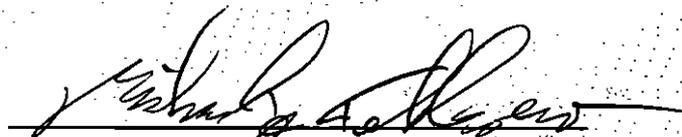
I hereby certify that on March 23, 2017, I served a copy of the foregoing document to the following via electronic mail to:

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