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

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APPLICATION OF BACK NINE PROPERTIES LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, CHAVES COUNTY, NEW MEXICO

Case No 15716

BACK NINE PROPERTIES LLC'S PRE-HEARING STATEMENT

Back Nine Properties LLC (Back Nine") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division

APPEARANCES

Back Nine is the applicant in this case. Its business address is 5949 Sherry Lane, Dallas, Suite 835, Texas 75225. Back Nine is represented by the undersigned counsel.

STATEMENT OF THE CASE

Back Nine's application seeks an order (i) approving a 320-acre, non-standard spacing and proration unit (project area) comprised of the W/2 of Section 21, Township 11 South, Range 28 East NMPM in Chaves County and (ii) pooling all uncommitted mineral interests in the San Andres formation underlying this acreage. The project area is to be dedicated to the Pinehurst #5H well, which will be horizontally drilled from a surface location in Unit D to a bottom hole location in Unit M of Section 21. Township 11 South. Range 28 East. The completed interval for the well will comply with the Division's setback requirements.

PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	<u>EXHIBITS</u>
David Cherry, Jr (Landman)	10 minutes	Approx 9
Bıll Bahlburg (Geologist)	10 minutes	Approx 3
John Maxey (Engineer)	10 minutes	Approx 2

Back Nine reserves the right to call a rebuttal witness(es) if appropriate

PROCEDURAL MATTERS

Back Nine is not aware of any procedural matters to be resolved prior to the hearing

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