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

APPLICATION OF ALPHA ENERGY PARTNERS II, LLC, FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 25197

PREHEARING STATEMENT

Alpha Energy Partners II, LLC ("Alpha" or "Applicant"), affiliate successor in interest in the Subject Lands to Alpha Energy Partners, LLC ("Alpha"), OGRID No. 330859, through its undersigned attorneys, submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division ("Division") for the above-referenced case.

APPEARANCES

ATTORNEY

APPLICANT

Alpha Energy Partners, LLC

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INTERESTED PARTY MRC Permian Company

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APPLICANT'S STATEMENT OF CASE

In Case No. 25197, Alpha seeks an order pooling all uncommitted mineral interests in the Bone Spring formation, designated as an oil pool, underlying a standard 317.17-acre, more or less, horizontal spacing unit comprised of Lot 3, NE/4 SW/4, and N/2 SE/4 (a/k/a N/2 S/2) of Section 19 and the N/2 S/2 of Section 20 in Township 22 South, Range 27 East, Eddy County, New Mexico.

- 1. Alpha is a working interest owner in the proposed horizontal spacing unit ("HSU") and has a right to drill a well thereon.
- 2. Alpha seeks to have the Division designate Paloma Permian AssetCo, LLC (OGRID No. 332449) as the operator of the proposed horizontal wells and HSU.
- 3. Alpha proposes and dedicates to the HSU two (2) initial wells: **The Dude Fee 20-19 502H** and **The Dude Fee 20-19 552H** to be drilled to a sufficient depth to test the Bone Spring formation.
- 4. Alpha proposes **The Dude Fee 20-19 502H** to be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 20 to a bottom hole location of Lot 3 (NW/4 SW/4) of Section 19.
- 5. Alpha proposes **The Dude Fee 20-19 552H** to be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 20 to a bottom hole location of Lot 3 (NW/4 SW/4) of Section 19.

6. All the wells proposed herein are orthodox in their location, and the take points and completed intervals comply with setback under the Division's statewide rules.

APPLICANT'S PROPOSED EVIDENCE

Landman: Riley Morris Approx. 10 min Approx. 5

Geologist: Jason McClain Approx. 10 min Approx. 5

PROCEDURAL MATTERS

No party has formally objected to this case; therefore, Alpha plans to proceed by affidavit.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ William E. Zimsky

William E. Zimsky

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Attorneys for Alpha Energy Partners II, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was filed with the New Mexico Oil Conservation Division and was served on counsel of record via electronic mail on March 6, 2025:

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

QUESTIONS

Action 439934

QUESTIONS

Operator:	OGRID:
AEP II Operating LLC	332909
P.O. Box 10701	Action Number:
Midland, TX 79702	439934
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	20	