

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

**APPLICATION OF PBEX OPERATIONS,
LLC FOR COMPULSORY POOLING AND
APPROVAL OF AN OVERLAPPING
SPACING UNIT, LEA COUNTY, NEW
MEXICO.**

CASE NO. 25394

PBEX'S PRE-HEARING STATEMENT

PBEX, LLC ("PBEX") submits this Pre-Hearing Statement for the above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

PBEX Operations, LLC

ATTORNEY

Jennifer L. Bradfute

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STATEMENT OF CASE

This case is set for hearing on June 5, 2025. In Case No. 25394, Applicant seeks and order pooling a standard 480 acre, more or less, horizontal well spacing unit in the Bone Spring formation comprised of the SE/4 of Section 31 and the S/2 of Section 32, Township 18 South, Range 32 East, NMPM, Lea County, New Mexico initially dedicated to the proposed Dr. Vogel SE 32-31 Fed Com 104H, 105H, 106H and the Dr. Vogel SE 32-31 207H, 209H, and 211H wells to be horizontally drilled as follows:

- **Dr. Vogel SE 32-31 Fed Com 104H**, which will be drilled from a surface hole location the SE/4 of Section 32, Township 18 South, Range 32 East, to a bottom hole located 2230' from the South Line and 2540' from the East Line of Section 31 (Unit J), Township 18 South, Range 32 East, in Lea County, New Mexico.
- **Dr. Vogel SE 32-31 Fed Com 105H**, which will be drilled from a surface hole location the SE/4 of Section 32, Township 18 South, Range 32 East, to a bottom hole located 1254' from the South Line and 2540' from the East Line of Section 31 (Unit O), Township 18 South, Range 32 East, in Lea County, New Mexico.

- **Dr. Vogel SE 32-31 Fed Com 106H**, which will be drilled from a surface hole location the SE/4 of Section 32, Township 18 South, Range 32 East, to a bottom hole located 330' from the South Line and 2540' from the East Line of Section 31 (Unit O), Township 18 South, Range 32 East, in Lea County, New Mexico.
- **Dr. Vogel SE 32-31 Fed Com 207H**, which will be drilled from a surface hole location the SE/4 of Section 32, Township 18 South, Range 32 East, to a bottom hole located 2230' from the South Line and 2540' from the East Line of Section 31 (Unit J), Township 18 South, Range 32 East, in Lea County, New Mexico.
- **Dr. Vogel SE 32-31 Fed Com 209H**, which will be drilled from a surface hole location the SE/4 of Section 32, Township 18 South, Range 32 East, to a bottom hole located 1254' from the South Line and 2540' from the East Line of Section 31 (Unit O), Township 18 South, Range 32 East, in Lea County, New Mexico.
- **Dr. Vogel SE 32-31 Fed Com 211H**, which will be drilled from a surface hole location the SE/4 of Section 32, Township 18 South, Range 32 East, to a bottom hole located 330' from the South Line and 2540' from the East Line of Section 31 (Unit O), Township 18 South, Range 32 East, in Lea County, New Mexico.

The spacing unit for these wells will overlap with the spacing units for the: **Lusk 31 Fed #3** (API No. 30-025-39593) in the NWSE of Section 31; **North Lusk 32 St #3** (API No. 30-025-36953) in the NESW of Section 32; **Lear St #2H** (API No. 30-025-38866) in the SESW & SWSE of Section 32; **North Lusk 32 St #1** (API No. 30-025-35748) in the NWSW of Section 32; **North Lusk 32 St #5** (API No. 30-025-36982) in the SWSW of Section 32; **Lear St #1H** (API No. 30-025-38865) in the E2SE4 of Section 32. Applicant requests approval of the overlapping spacing unit. Also, to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of PBEX Operations, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. The subject area is located approximately 31.6 miles Northeast of Carlsbad , New Mexico.

PROPOSED EVIDENCE

Currently, there are no objections to the case being presented by affidavit and PBEX intends to present this case by affidavit at the hearing.

Witness	Estimated Time	Exhibits
<i>Ruth Pelzel - Landman</i>	Affidavit	Exhibit A
<i>Matthew Pardee - Geologist</i>	Affidavit	Exhibit B
<i>Jennifer Bradfute- Counsel</i>	Affidavit	Exhibits C

PROCEDURAL MATTERS

None.

Respectfully submitted,

By: 
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State of New Mexico
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Oil Conservation Division
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QUESTIONS

Action 469048

QUESTIONS

Operator: PBEX Operations, LLC 223 West Wall Street Midland, TX 79701	OGRID: 332544
	Action Number: 469048
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.