

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

**APPLICATION OF COTERRA ENERGY  
OPERATING CO. FOR COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO**

**CASE NO. 26140**

**COTERRA ENERGY OPERATING CO.'S PRE-HEARING STATEMENT**

Coterra Energy Operating Co. (“Coterra”), (OGRID No. 215099) (“Applicant” or “Coterra”), the Applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Coterra Energy Operating Co.

**ATTORNEY**

Benjamin B. Holliday  
Holliday Energy Law Group, PC  
P. O. Box 6166  
San Antonio, Texas 78209  
Phone: (210) 469-3187  
Email: [ben@helg.law](mailto:ben@helg.law)

**RESPONDENT**

WR Non-Op II, LLC

Kaitlyn A. Luck  
P.O. Box 483  
Taos, NM 87571  
Phone: (361) 648-1973  
Email: [Kaitlyn.luck@outlook.com](mailto:Kaitlyn.luck@outlook.com)

### APPLICANT'S STATEMENT OF THE CASE

In Case No. 26140, Coterra seeks an order pooling all uncommitted interests within the Bone Spring formation ("Formation Interval"), underlying a 1,280-acre, more or less, standard horizontal well spacing unit comprised of the W/2 of Sections 13, 24, 25, and 36, all located in Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. Applicant seeks to initially dedicate this horizontal spacing unit to the proposed Sun State Com 221H well ("Wells"):

- a. **Sun State Com 221H** well (API No. Pending), which will be horizontally drilled from a surface hole location 320' FNL and 1,263' FWL of Section 13, Township 19 South, Range 35 East, to a bottom hole location 100' FSL and 888' FWL of Section 36, Township 19 South, Range 35 East.

The proposed unit partially overlaps partially overlaps 2 existing standard horizontal spacing units dedicated as follows:

- a. Sun State Com #502H well (API No. 30-025-51880), a Pearl; Bone Spring, South [49685] well producing from the E/2 SW/4 of Section 24, and the E/2 W/2 of Sections 25 and 36, all located in Township 19 South, Range 35 East, NMPM, Lea County, New Mexico (400 acres). This well was pooled in Case No. 23906 by Order No. R-22989. This overlap affects approximately 400 acres in Sections 24, 25, and 36.
- b. Blue Box Federal Com #505H well (API No. 30-025-52080), a Scharb; Bone Spring [55610], Pearl; Bone Spring [49680], WC-025 G-07 S193513B; Bone Spring [97926] well producing from the W/2 SW/4 of Section 1, the W/2 W/2 of Sections 12 and 13 (400 acres), the E/2 SE/4 of Section 2, and the E/2 E/2 of Sections 11 and 14 (400 acres), all located in Township 19 South, Range 35 East, NMPM, Lea County, New Mexico (800 acres in total). This well was pooled in Case No. 23965 by Order No. R-23031. This overlap affects approximately 160 acres in Section 13.

The completed interval of the Wells will be orthodox and comply with statewide setbacks for oil wells. Coterra has sought and been unable to obtain voluntary agreement for development of these lands from all working interest and/or unleased mineral owners in the subject acreage.

**APPLICANTS PROPOSED EVIDENCE**

<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Blair Nutter, Landman	Affidavit	Approximately 8
Staci Frey, Geologist	Affidavit	Approximately 6

**PROCEDURAL MATTERS**

Coterra intends to present this case by affidavit if there is no opposition at the time of the hearing.

Respectfully submitted,

HOLLIDAY ENERGY LAW GROUP, PC

/s/ Benjamin B. Holliday

Benjamin B. Holliday

Jeremy Horn

Nieve Leonor

P.O. Box 6166

San Antonio, Texas 78209

Phone: (210) 469-3187

ben@helg.law

jeremy@helg.law

nieve@helg.law

*Counsel for Coterra Energy Operating Co.*

Sante Fe Main Office  
Phone: (505) 476-3441

General Information  
Phone: (505) 629-6116

Online Phone Directory  
<https://www.emnrd.nm.gov/ocd/contact-us>

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

QUESTIONS

Action 589503

**QUESTIONS**

Operator: Coterra Energy Operating Co. 6001 Deauville Blvd Midland, TX 79706	OGRID: 215099
	Action Number: 589503
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

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