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

APPLICATIONS OF TITUS OIL & GAS PRODUCTION, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case Nos. 22774-22777

APPLICANT'S PRE-HEARING STATEMENT

TITUS OIL & GAS PRODUCTION, LLC ("Titus") provides this pre-hearing statement

as required by the rules of the Division.

APPEARANCES

APPLICANT

TITUS OIL & GAS PRODUCTION, LLC

ATTORNEYS

Sharon T. Shaheen Christopher J. Pommier PO Box 2307 Santa Fe, NM 87504-2307 (505) 986-2678 <u>sshaheen@montand.com</u> <u>cpommier@montand.com</u>

OTHER PARTIES

COG OPERATING LLC

ATTORNEYS

Ocean Munds-Dry Elizabeth A. Ryan ConocoPhillips 1048 Paseo de Peralta Santa Fe, NM 87501 404-780-8000 <u>Ocean.Munds-Dry@conocophillips.com</u> Beth.Ryan@conocophillips.com

MONGOOSE MINERALS, LLC

Ocean Munds-Dry Elizabeth A. Ryan ConocoPhillips 1048 Paseo de Peralta Santa Fe, NM 87501 404-780-8000 Ocean.Munds-Dry@conocophillips.com Beth.Ryan@conocophillips.com

STATEMENT OF THE CASE

In **Case No. 22774**, Applicant seeks an order from the Division pooling all mineral interests in the Bone Spring formation (Salt Lake; Bone Spring [53560]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the W/2 E/2 of Section 24, Township 20 South, Range 32 East, and the W/2 NE/4 of Section 25, Township 20 South, Range 32 East, NMPM, in Lea County, New Mexico. The HSU is to be dedicated to the following two (2) 1.5-mile wells: (1) **Pakse South Fed Com 113H** well, to be horizontally drilled from an approximate surface hole location 293' FNL and 2070' FEL of Section 24, T20S-R32E, to an approximate bottom hole location 2628' FNL and 2310' FEL of Section 25, T20SR32E; (2) **Pakse South Fed Com 223H** well, to be horizontally drilled from an approximate surface hole location 261' FNL and 1309' FEL of Section 24, T20S-R32E, to an approximate bottom hole location 2629' FNL and 1650' FEL of Section 25, T20SR32E.

In **Case No. 22775**, Applicant seeks an order from the Division pooling all mineral interests in the Bone Spring formation (Salt Lake; Bone Spring [53560]) in a standard 240-acre, more or less, HSU comprised of the E/2 E/2 of Section 24, Township 20 South, Range 32 East, and the E/2 NE/4 of Section 25, Township 20 South, Range 32 East, NMPM, in Lea County, New Mexico. The HSU is to be dedicated to the following two (2) 1.5-mile wells: (1) **Pakse South Fed Com 114H** well, to be horizontally drilled from an approximate surface hole location 298' FNL and 733' FEL of Section 24, T20SR32E, to an approximate bottom hole location 2630' FNL and 990' FEL of Section 25, T20SR32E; and (2) **Pakse South Fed Com 224H** well, to be horizontally drilled from an approximate surface hole location 261' FNL and 1279' FEL of Section 24, T20S-R32E, to an approximate bottom hole location 2631' FNL and 330' FEL of Section 25, T20S-R32E.

2

In **Case No. 22776**, Applicant seeks an order from the Division pooling all uncommitted interests in the Wolfcamp formation (Salt Lake; Wolfcamp [53570]) in a standard 240-acre, more or less, HSU comprised of the W/2 E/2 of Section 24, Township 20 South, Range 32 East, and the W/2 NE/4 of Section 25, Township 20 South, Range 32 East, NMPM, in Lea County, New Mexico. The HSU is to be dedicated to the **Pakse South Fed Com 433H** well, to be horizontally drilled from an approximate surface hole location 263' FNL and 2070' FEL of Section 24, T20S-R32E, to an approximate bottom hole location 2629' FNL and 1657' FEL of Section 25, T20S-R32E.

In **Case No. 22777**, Applicant seeks an order from the Division pooling all uncommitted interests in the Wolfcamp formation (Salt Lake; Wolfcamp [53570]) in a standard 240-acre, more or less, HSU comprised of the E/2 E/2 of Section 24, Township 20 South, Range 32 East, and the E/2 NE/4 of Section 25, Township 20 South, Range 32 East, NMPM, in Lea County, New Mexico. The HSU is to be dedicated to the **Pakse South Fed Com 434H** well, to be horizontally drilled from an approximate surface hole location 268' FNL and 732' FEL of Section 24, T20S-R32E, to an approximate bottom hole location 2632' FNL and 330' FEL of Section 25, T20S-R32E.

The completed intervals and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells.

Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The wells and lands are located approximately 33 miles east of Carlsbad, New Mexico.

PROPOSED EVIDENCE

APPLICANT:

WITNESSES	EST. TIME	EXHIBITS
Landman John McBroom	By Affidavit	7-9
Geologist Allen Frierson	By Affidavit	20-22

PROCEDURAL MATTERS

The parties have agreed to continue this case to May 19, 2022, and will be filing motions for continuance accordingly. Assuming no opposition by time of hearing, Applicant will present these matters by affidavit.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: /s/Sharon T. Shaheen

Sharon T. Shaheen Christopher J. Pommier P.O. Box 2307 Santa Fe, New Mexico 87504-2307 (505) 986-2678 <u>sshaheen@montand.com</u> <u>cpommier@montand.com</u>

Attorneys for Titus Oil & Gas Production, LLC

.

CERTIFICATE OF SERVICE

I hereby certify that the foregoing was served by email upon the following:

Ocean Munds-Dry Elizabeth A. Ryan ConocoPhillips 1048 Paseo de Peralta Santa Fe, NM 87501 404-780-8000 <u>Ocean.Munds-Dry@conocophillips.com</u> <u>Beth.Ryan@conocophillips.com</u>

Attorneys for COG Operating LLC and Mongoose Minerals, LLC

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

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

QUESTIONS

Page 6 of 6

Action 102587

QUESTIONS

Operator:	OGRID:
Titus Oil & Gas Production, LLC	373986
420 Throckmorton St, Ste 1150	Action Number:
Fort Worth, TX 76012	102587
	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.	