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

APPLICATIONS OF COLGATE OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 22792-22795

## CONSOLIDATED PRE-HEARING STATEMENT

Colgate Operating, LLC ("Colgate" or "Applicant") submits its Consolidated Pre-Hearing
Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT
Colgate Operating, LLC

## INTERESTED PARTIES

XTO Energy, Inc. and Fasken Oil \& Ranch, Ltd.

## ATTORNEYS

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## STATEMENT OF THE CASE

In Case No. 22792, Applicant applies for an order pooling all uncommitted interests within the Bone Spring and Harkey formations underlying a 320.32-acre, more or less, standard horizontal spacing unit comprised of Lots 1, 2, 3, and 4 (W/2 W/2 equivalent) of irregular Sections 18 and 19, Township 20 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the following wells, which will be horizontally drilled from a surface hole location in the NE/4 NW/4 (Unit C) of Section 18 to a bottom hole location in the SW/4 SW/4 (Lot 4) of Section 19: Batman Fed Com 111H, Batman Fed Com 121H, Batman Fed Com 122H, Batman Fed Com 171 H , and Batman Fed Com 131H. The completed intervals of the Wells will be orthodox.

In Case No. 22793, Applicant applies for an order pooling all uncommitted interests within the Bone Spring and Harkey formations underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the $\mathrm{E} / 2 \mathrm{~W} / 2$ of Sections 18 and 19, Township 20 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the following wells, which will be horizontally drilled from a surface hole location in the NE/4 NW/4 (Unit C) of Section 18 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 19: Batman Fed Com 112H, Batman Fed Com 123H, Batman Fed Com 124H, Batman Fed Com 172H, and Batman Fed Com 132H. The completed intervals of the Wells will be orthodox.

In Case No. 22794, Applicant applies for an order pooling all uncommitted interests within the Bone Spring and Harkey formations underlying a 320 -acre, more or less, standard horizontal spacing unit comprised of the W/2 E/2 of Sections 18 and 19, Township 20 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the following wells, which will be horizontally drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 18 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 19: Batman Fed Com 113H, Batman

Fed Com 125H, Batman Fed Com 126H, Batman Fed Com 173H, and Batman Fed Com 133H. The completed intervals of the Wells will be orthodox.

In Case No. 22795, Applicant applies for an order pooling all uncommitted interests within the Bone Spring and Harkey formations underlying a 320 -acre, more or less, standard horizontal spacing unit comprised of the $\mathrm{E} / 2 \mathrm{E} / 2$ of Sections 18 and 19, Township 20 South, Range 34 East, Lea County, New Mexico. The Unit will be dedicated to the following wells, which will be horizontally drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 18 to a bottom hole location in the $\mathrm{SE} / 4 \mathrm{SE} / 4$ (Unit P) of Section 19: Batman Fed Com 114H, Batman Fed Com 127H, Batman Fed Com 128H, Batman Fed Com 174H, and Batman Fed Com 134H. The completed intervals of the Wells will be orthodox.

Also to be considered in each case will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a $200 \%$ charge for the risk involved in drilling and completing the Wells. In addition, Colgate has agreed with XTO Energy, Inc. and Marathon Oil Permian to include special provisions in the standard pooling order that pertain to the commencement of drilling and well election issues.

The Wells are located approximately 27.62 miles southwest of Hobbs, New Mexico.

## PROPOSED EVIDENCE

| Witness | Occupation | Estimated Time | Exhibits |
| :---: | :---: | :---: | :---: |
| Travis Macha | Landman | Affidavit | Approx. 5 |
| John Anthony | Geologist | Affidavit | Approx. 7 |

## PROCEDURAL MATTERS

Applicant requests Case Nos. 22792, 22793, 22794, and 22795 be consolidated for hearing. Applicant will present its cases by affidavit if there is no opposition to its application.

Respectfully submitted,

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## CERTIFICATE OF SERVICE

I hereby certify that the foregoing Prehearing Statement was served on the following counsel of record by electronic mail on May 26, 2022.

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## QUESTIONS

| Operator: |  |  |
| :--- | :--- | :--- |
| COLGATE OPERATING, LLC |  |  |
| 300 North Marienfeld Street <br> Midland, TX 79701 | OGRID: | Action Number: <br> 111402 |
|  | Action Type: <br> [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. |  |

