

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

**APPLICATIONS OF COLGATE OPERATING,
LLC, FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

CASE NO. 23107-23110

CONSOLIDATED PRE-HEARING STATEMENT

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

APPLICANT

Colgate Operating, LLC

ATTORNEYS

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INTERESTED PARTY

None.

ATTORNEYS

STATEMENT OF THE CASE

In **Case No. 23107**, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 16 and 17, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- **Dingo 17 Federal Com 121H well**, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 16; and
- **Dingo 17 Federal Com 131H well**, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 16.

In **Case No. 23108**, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Sections 16 and 17, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- **Dingo 17 Federal Com 123H well**, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18 to a bottom hole location in the NE/4 SE/4 (Unit I) of Section 16; and
- **Dingo 17 Federal Com 133H well**, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18, to a bottom hole location in the NE/4 SE/4 (Unit I) of Section 16.

In **Case No. 23109**, Applicant applies for an order pooling all uncommitted interests from the top of the Third Bone Spring formation to the base of the Bone Spring formation underlying a 320-acre, more or less, standard, overlapping horizontal spacing unit comprised of the S/2 N/2 of Sections 16 and 17, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the **Dingo 17 Federal Com 132H well**, to be drilled from a surface hole location in the SE/4 NE/4 (Unit H) of Section 18 to a bottom hole location in the SE/4 NE/4 (Unit H) of Section 16.

The Unit will partially overlap with the spacing unit for the State CV Com #002H (API No. 30-015-41857), which is operated by Colgate and is dedicated to the S/2 N/2 of Section 16 in the Second Bone Spring interval of the Bone Spring formation. Accordingly, Applicant seeks to pool uncommitted interests from the top of the Third Bone Spring formation at a stratigraphic equivalent of approximately 7,480' TVD to the base of the Bone Spring formation at a stratigraphic equivalent of approximately 8,821' TVD as observed on the Oxy Bulldog State #1 well log (API 30-015-29234). The completed interval of the Well will be orthodox.

In **Case No. 23110**, Applicant applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Sections 16 and 17, Township 20 South, Range 28 East, Eddy County, New Mexico. The spacing unit will be dedicated to the following wells:

- **Dingo 17 Federal Com 124H well**, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 16; and
- **Dingo 17 Federal Com 134H well**, to be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 18 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 16.

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.

The Wells are located approximately 9.1 miles north of Carlsbad, New Mexico.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Travis Macha	Landman	Affidavit	Approx. 5
David DaGian	Geologist	Affidavit	Approx. 7

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present this matter by affidavit if there is no opposition.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy _____

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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 153326

QUESTIONS

Operator: COLGATE OPERATING, LLC 300 North Marienfeld Street Midland, TX 79701	OGRID: 371449
	Action Number: 153326
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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