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

# APPLICATION OF COLGATE OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

#### CASE NO. 22944

## **NOTICE OF SUPPLEMENTAL EXHIBITS**

Colgate Operating, LLC is providing notice that it is submitting a supplemental

Compulsory Pooling Checklist, which has been updated with respect to the Entries of Appearance.

Respectfully submitted,

### HINKLE SHANOR, LLP

/s/ Dana S. Hardy\_\_\_\_\_

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# **CERTIFICATE OF SERVICE**

I hereby certify that a true and correct copy of the foregoing was filed electronically with the New Mexico Oil Conservation Division and was served on the following counsel of record on November 17, 2022:

Abadie & Schill, PC Darin C. Savage Andrew D. Schill William E. Zimsky <u>darin@abadieschill.com</u> <u>andrew@abadieschill.com</u> <u>bill@abadieschill.com</u> *Attorneys for Devon Energy Production Company, L.P.* 

/s/ Dana S. Hardy

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# **COMPULSORY POOLING APPLICATION CHECKLIST**

| ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS |   |
|---|---|
| Case No.:   | 22944   |
| Hearing Date:   | 11/17/2022  |
| Applicant   | Colgate Operating, LLC  |
| Designated Operator & OGRID   | OGRID # 371449  |
| Applicant's Counsel   | Hinkle Shanor LLP   |
| Case Title  | Application of Colgate Operating, LLC for Compulsory Pooling, Eddy  |
|   | County, New Mexico.   |
| Entries of Appearance/Intervenors   | Devon Energy Production Company, L.P.                               |
| Well Family   | Mad Max   |
| Formation/Pool  |   |
| Formation Name(s) or Vertical Extent                                      | Bone Spring   |
| Primary Product (Oil or Gas)  | Oil   |
| Pooling this vertical extent  | Bone Spring   |
| Pool Name and Pool Code   | Old Millman Ranch; Bone Spring; 48035                               |
| Well Location Setback Rules   | Statewide   |
| Spacing Unit Size   | 322.85 acres  |
| Spacing Unit  |   |
| Type (Horizontal/Vertical)  | Horizontal  |
| Size (Acres)  | 322.85 acres  |
| Building Blocks   | guarter-guarter   |
| Orientation   | West/East   |
| Description: TRS/County   | N/2 S/2 of Sections 5 and 6, Township 20 South, Range 28 East, Eddy |
| beschption. May county  | County  |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe              | Yes.  |
| Other Situations  |   |
| Depth Severance: Y/N. If yes, description                                 | No.   |
| Proximity Tracts: If yes, description                                     | No.   |
| Proximity Defining Well: if yes, description                              | N/A   |
| Well(s)   |   |
| Name & API (if assigned), surface and bottom hole location,               | Add wells as needed   |
| footages, completion target, orientation, completion status               |   |
| (standard or non-standard)  |   |
| Well #1   | Mad Max 6 Fed Com 133H (API # pending)                              |
|   | SHL: 447' FSL & 375' FWL (Lot 7), Section 6, T20S-R28E              |
|   | BHL: 1653' FSL & 10' FEL (Unit I), Section 5, T20S-R28E             |
|   | Completion Target: Third Bone Spring (Approx. 8311' TVD)            |
|   | Well Orientation: West to East                                      |
| Horizontal Well First and Last Take Points                                | Exhibit A-2   |
| Completion Target (Formation, TVD and MD)                                 | Exhibit A-4   |
| AFE Capex and Operating Costs   |   |
| Drilling Supervision/Month \$   | \$8,000.00  |
| Production Supervision/Month \$   | \$800.00  |
| Justification for Supervision Costs                                       | Exhibit A   |
| Requested Risk Charge   | 200%  |
| Notice of Hearing   |   |
| Proposed Notice of Hearing  | Exhibit A-1   |
| Proof of Mailed Notice of Hearing (20 days before hearing)                | Exhibit C-1, C-2, C-3   |
| Proof of Published Notice of Hearing (10 days before hearing)             | Exhibit C-4   |
| Ownership Determination   |   |
| Land Ownership Schematic of Spacing Unit                                  | Exhibit A-3   |
| Tract List (including lease numbers & owners)                             | Exhibit A-3   |
| Pooled Parties (including ownership type)                                 | Exhibit A-3   |
| Unlocatable Parties to be Pooled  | Exhibit A-3   |
| Ownership Depth Severance   | N/A   |
| Joinder   |   |
| Sample Copy of Proposal Letter  | Exhibit A-4   |
|   |   |

|   | Exhibit A-3       |
|---|-------------------|
| List of Interest Owners (ie Exhibit A of JOA)                 |                   |
| Chronology of Contact with Non-Joined Working Interests       | Exhibit A-5       |
| Overhead Rates In Proposal Letter                             | Exhibit A-4       |
| Cost Estimate to Drill and Complete                           | Exhibit A-4       |
| Cost Estimate to Equip Well                                   | Exhibit A-4       |
| Cost Estimate for Production Facilities                       | Exhibit A-4       |
| Geology   |                   |
| Summary (including special considerations)                    | Exhibit B         |
| Spacing Unit Schematic  | Exhibit B-1       |
| Gunbarrel/Lateral Trajectory Schematic                        | Exhibit B-6       |
| Well Orientation (with rationale)                             | Exhibit B         |
| Target Formation  | Exhibit B         |
| HSU Cross Section   | Exhibit B-2       |
| Depth Severance Discussion                                    | N/A               |
| Forms, Figures and Tables                                     |                   |
| C-102   | Exhibit A-2       |
| Tracts  | Exhibit A-3       |
| Summary of Interests, Unit Recapitulation (Tracts)            | Exhibit A-3       |
| General Location Map (including basin)                        | Exhibit B-1       |
| Well Bore Location Map  | Exhibit B-2       |
| Structure Contour Map - Subsea Depth                          | Exhibit B-3       |
| Cross Section Location Map (including wells)                  | Exhibit B-2       |
| Cross Section (including Landing Zone)                        | Exhibit B-4       |
| Additional Information  |                   |
| CERTIFICATION: I hereby certify that the information provided |                   |
| in this checklist is complete and accurate.                   |                   |
| Printed Name (Attorney or Party Representative):              | Dana S. Hardy     |
| Signed Name (Attorney or Party Representative):               | /s/ Dana S. Hardy |
| Date:   | 11/16/2022        |