

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

**APPLICATIONS OF COLGATE OPERATING, LLC  
TO EXTEND TIME TO COMMENCE  
DRILLING OPERATIONS,  
EDDY COUNTY, NEW MEXICO.**

**CASE NOS. 23876-23881**

**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

**ATTORNEYS**

Dana S. Hardy  
Jaclyn McLean  
Hinkle Shanor LLP  
P.O. Box 2068  
Santa Fe, NM 87504-2068  
Phone: (505) 982-4554  
dhardy@hinklelawfirm.com  
jmclean@hinklelawfirm.com

**INTERESTED PARTIES**

None.

**ATTORNEYS**

**STATEMENT OF THE CASE**

In these cases, Colgate requests a one-year extension of time to commence drilling the Wombat 13 Fed Com wells.

The Division entered Order No. R-22429 in Case No. 22937 on December 5, 2022. The order pooled all uncommitted interests in the Wolfcamp formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Section 13, Township 20 South, Range 28 East, Eddy County, New Mexico, and dedicated the Unit to the Wombat 13 Fed Com 204H well.

The Division entered Order No. R-22430 in Case No. 22938 on December 5, 2022. The order pooled all uncommitted interests in the Wolfcamp formation underlying a 160-acre, more or less,

standard horizontal spacing unit comprised of the N/2 S/2 of Section 13, Township 20 South, Range 28 East, Eddy County, New Mexico, and dedicated the Unit to the Wombat 13 Fed Com 203H well.

The Division entered Order No. R-22431 in Case No. 22940 on December 5, 2022. The order pooled all uncommitted interests in the Third Bone Spring formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Section 13, Township 20 South, Range 28 East, Eddy County, New Mexico, and dedicated the Unit to the Wombat 13 Fed Com 134H well.

The Division entered Order No. R-22432 in Case No. 22941 on December 5, 2022. The order pooled all uncommitted interests in the First Bone Spring and Second Bone Spring formations underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Section 13, Township 20 South, Range 28 East, Eddy County, New Mexico, and dedicated the Unit to the Wombat 13 Fed Com 123H well.

The Division entered Order No. R-22433 in Case No. 22942 on December 5, 2022. The order pooled all uncommitted interests in the First and Second Bone Spring formations underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Section 13, Township 20 South, Range 28 East, Eddy County, New Mexico and dedicated the Unit to the Wombat 13 Fed Com 124H well.

The Division entered Order No. R-22533 in Case No. 23093 on March 10, 2023. The order pooled all uncommitted interests in the Third Bone Spring formation underlying a 160-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Section 13, Township 20 South, Range 28 East, Eddy County, New Mexico and dedicated the Unit to the Wombat 13 Fed Com 133H well.

The Orders require Colgate to commence drilling the wells within one year unless Colgate obtains an extension of time from the Division for good cause shown. Good cause for an extension exists because Colgate's ability to commence drilling the wells has been impacted by federal permitting

delays. In addition, Colgate’s drilling schedule has been revised due to the merger of Colgate and Centennial Resources.

In Case Nos. 23876, 23877, 23878, 23879, and 23880, Colgate seeks a one-year extension, until December 5, 2024, to commence drilling the Wombat 13 Fed Com 204H, 203H, 134H, 123H, and 134H wells. In Case No. 23881, Colgate requests a one-year extension, until March 10, 2025, to commence drilling the Wombat 13 Fed Com 133H well. Colgate further requests that the other provisions of the Orders remain in force and effect.

**PROPOSED EVIDENCE**

| <b><u>Witness</u></b> | <b><u>Occupation</u></b> | <b><u>Estimated Time</u></b> | <b><u>Exhibits</u></b> |
|-----------------------|--------------------------|------------------------------|------------------------|
| Travis Macha          | Landman                  | Affidavit                    | Approx. 2              |

**PROCEDURAL MATTERS**

Applicant requests that the Division consolidate these matters for hearing. Applicant will present these cases by affidavit if there is no opposition to its applications.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

Dana S. Hardy  
Jaclyn McLean  
P.O. Box 2068  
Santa Fe, NM 87504-2068  
Phone: (505) 982-4554  
Facsimile: (505) 982-8623  
dhardy@hinklelawfirm.com  
jmclean@hinklelawfirm.com  
*Counsel for Colgate Operating, LLC*

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

**District II**  
 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

Action 279582

**QUESTIONS**

|   |  |
|---|--|
| Operator:<br>COLGATE OPERATING, LLC<br>300 North Marienfeld Street<br>Midland, TX 79701 | OGRID:<br>371449   |
|   | Action Number:<br>279582                                 |
|   | Action Type:<br>[HEAR] Prehearing Statement (PREHEARING) |

**QUESTIONS**

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