

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

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

**CASE NOS. 24529, 24530, 24531,
24532, 24533, 24534, 24535, 24536**

CONSOLIDATED PRE-HEARING STATEMENT

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

APPLICANT

Colgate Production, LLC

ATTORNEYS

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

INTERESTED PARTY

None at this time.

ATTORNEY

STATEMENT OF THE CASES

In Case No. 24529, Colgate seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Esky 17 Fed Com 121H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 17 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 18. Applicant seeks to pool interests in the Second Bone Spring interval of the Bone Spring formation only, from

approximately 6,485' TVD to 7,492' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24530, Colgate seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Esky 17 Fed Com 122H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 17 to a bottom hole location in the SW/4 NW/4 of Section 18. Applicant seeks to pool interests in the Second Bone Spring interval of the Bone Spring formation only, from approximately 6,485' TVD to 7,492' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24531, Colgate seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 S/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Esky 17 Fed Com 123H** well, which will be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 16 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 18. Applicant seeks to pool interests in the Second Bone Spring interval of the Bone Spring formation only, from approximately 6,485' TVD to 7,492' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24532, Colgate seeks an order pooling all uncommitted interests in the Second Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Esky 17 Fed Com 124H**

well, which will be drilled from a surface hole location in the SW/4 SW/4 (Unit M) of Section 16 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 18. Applicant seeks to pool interests in the Second Bone Spring interval of the Bone Spring formation only, from approximately 6,485' TVD to 7,492' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24533, Colgate seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2 N/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Esky 17 Fed Com 131H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 17 to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 18. Applicant seeks to pool interests in the Third Bone Spring interval of the Bone Spring formation only, from approximately 7,492' TVD to 8,754' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24534, Colgate seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 N/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Esky 17 Fed Com 132H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 17 to a bottom hole location in the SW/4 NW/4 (Unit E) of Section 18. Applicant seeks to pool interests in the Third Bone Spring interval of the Bone Spring formation only, from approximately 7,492' TVD to 8,754' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24535, Colgate seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard

horizontal spacing unit comprised of the N/2 S/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Eskey 17 Fed Com 133H** well, which will be drilled from a surface hole location in the NW/4 SW/4 (Unit L) of Section 16 to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 18. Applicant seeks to pool interests in the Third Bone Spring interval of the Bone Spring formation only, from approximately 7,492' TVD to 8,754' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

In Case No. 24536, Colgate seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2 S/2 of Sections 17 and 18, Township 20 South, Range 28 East, Eddy County, New Mexico. The Unit will be dedicated to the **Eskey 17 Fed Com 134H** well, which will be drilled from a surface hole location in the SW/4 SW/4 (Unit M) of Section 16 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 18. Applicant seeks to pool interests in the Third Bone Spring interval of the Bone Spring formation only, from approximately 7,492' TVD to 8,754' TVD as shown on the State CV Com #1 well log (API No. 30-015-21927).

The completed intervals of the wells will be orthodox. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Permian Resources Operating, LLC as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Ryan Curry	Landman	Affidavit	Approx. 5
Christopher Cantin	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its applications.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. 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 Permian Resources Operating, LLC and
Colgate Production, 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 356517

QUESTIONS

Operator: Permian Resources Operating, LLC 300 N. Marienfeld St Ste 1000 Midland, TX 79701	OGRID: 372165
	Action Number: 356517
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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