## DOCKET: OIL CONSERVATION DIVISION HEARINGS - Thursday, August 29, 2024

8:30 a.m. - via MS Teams only

## Virtual Attendance:

Click HERE to be connected to the meeting.

## Dial-in by phone:

(505) 312-4308

Phone conference ID: 785 201 350#

Applications for hearing shall be filed at least thirty (30) days in advance of the hearing date. Presenting parties are required to submit a pre-hearing statement no later than the Thursday before the hearing. The pre-hearing statement shall include: 1) a list of disputed facts and issues; 2) identification of witnesses and their qualifications; and 3) all exhibits and written testimony a party intends to enter into evidence at the hearing and a full narrative for each.

NOTICE: The hearing examiner may call the following cases in any order at their discretion.

	Case Number	Description
1.	24605	Application of FAE II Operating, LLC for Enhanced Oil Recovery Project and to Qualify the Project for the Recovered Oil Tax Rate Lea County, New Mexico. Applicant is a working interest owner in the proposed North Jal Unit (the "Unit Area"), which comprises 3,154.37 acres of the following federal, state, and fee lands located in Lea County, New Mexico:  Township 24 South, Range 36 East, N.M.P.M.  Section 25: S/2 Section 26: E2SE Section 36: E2NE Section 36: E2NE Section 36: E2NE Section 37: E/2 Section 30: NE/4, S/2 Section 30: NE/4, S/2 Section 31: N2NW  Township 25 South, Range 36 East, N.M.P.M.  Section 1: All  The unitized interval extends from the top of the Yates Formation to a lower limit at the base of the Queen Formation. Among the matters to be considered at hearing, pursuant to the New Mexico Statutory Unitization Act, NMSA 1978, §§ 70-7-1 et seq., will be: the necessity of unit operations; the determination of horizontal and vertical limits of the unit area; the determination of the fair, reasonable, and equitable allocation of production and costs of production, including capital investments, to each of the tracts in the unit area; the determination of credits and charges to be made among the working interest owners in the unit area for their investment in wells and equipment; and such other matters as may be necessary and appropriate. The unit area is centered approximately 5 miles North of Jal, New Mexico.
2.	24606	Application of FAE II Operating, LLC for Statutory Unitization, Lea County, New Mexico.

Generated: 8/23/2024 3:27:10 PM

## Examiner Hearing - Thursday, August 29, 2024 Docket No. 48-24 Page 2 of 2

Applicant is a working interest owner in the proposed North Jal Unit (the "Unit Area"), which comprises 3,154.37 acres of the following federal, state, and fee lands located in Lea County, New Mexico:

Township 24 South, Range 36 East, N.M.P.M.

Section 25: S/2 Section 26: E2SE Section 35: E2NE Section 36: ALL

Township 24 South, Range 37 East, N.M.P.M.

Section 19: E/2

Section 20: SW/4, SWNW

Section 29: W/2 Section 30: NE/4, S/2 Section 31: N2NW

Township 25 South, Range 36 East, N.M.P.M.

Section 1: All

The unitized interval extends from the top of the Yates Formation to a lower limit at the base of the Queen Formation. Among the matters to be considered at hearing, pursuant to the New Mexico Statutory Unitization Act, NMSA 1978, §§ 70-7-1 et seq., will be: the necessity of unit operations; the determination of horizontal and vertical limits of the unit area; the determination of the fair, reasonable, and equitable allocation of production and costs of production, including capital investments, to each of the tracts in the unit area; the determination of credits and charges to be made among the working interest owners in the unit area for their investment in wells and equipment; and such other matters as may be necessary and appropriate.. The unit area is centered approximately 5 miles North of Jal, New Mexico.

Setting: Hearing by Affidavit Joined with Cases: 24605

Generated: 8/23/2024 3:27:10 PM