

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

**APPLICATION OF 3R OPERATING LLC
TO POOL ADDITIONAL INTERESTS
UNDER ORDER NO. R-22846,
EDDY COUNTY, NEW MEXICO.**

**CASE NO. 25022
ORDER NO. R-22846**

**APPLICATION OF 3R OPERATING LLC
TO POOL ADDITIONAL INTERESTS
UNDER ORDER NO. R-22847,
EDDY COUNTY, NEW MEXICO.**

**CASE NO. 25023
ORDER NO. R-22847**

CONSOLIDATED PRE-HEARING STATEMENT

3R Operating LLC (OGRID No. 331569) (“Applicant”) submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

3R Operating LLC

ATTORNEYS

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INTERESTED PARTY

None at this time.

ATTORNEY

STATEMENT OF THE CASES

In **Case No. 25022**, Applicant seeks an order pooling additional interests under the terms of Order No. R-22846. The Division entered Order No. R-22846 in Case No. 23589 on August 25, 2023. The order pooled uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, non-standard horizontal spacing unit comprised of the W/2 of Sections 7 and 18, Township 23 South, Range 26 East, Eddy County, New Mexico¹, dedicated the unit to the **Rena 7 Fed Com 702H** well, and designated Applicant as operator of the unit and well. On September 19, 2024, the Division issued Order No. R-22846-A, extending the deadline to commence drilling the well until August 25, 2025. Since Order No. R-22846-A was entered, Applicant has identified additional uncommitted interests in the unit that have not been pooled. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interests should be pooled into the unit pursuant to the terms of Order No. R-22846.

In **Case No. 25023**, Applicant seeks an order pooling additional interests under the terms of Order No. R-22847. The Division entered Order No. R-22847 in Case No. 23590 on August 25, 2023. The order pooled uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Sections 7 and 18, Township 23 South, Range 26 East, Eddy County, New Mexico², dedicated the unit to the **Rena 7 Fed Com 704H** well, and designated Applicant as operator of the unit and well. On September 19, 2024, the Division issued Order No. R-22847-A, extending the deadline to commence drilling the well until August 25, 2025. Since Order No. R-22847-A was entered, Applicant has identified additional

¹ Order No. R-22846 approved alternative spacing units (640 acres or 600 acres) due to uncertainty regarding federal drilling leases. The uncertainty has been resolved and Applicant will drill and complete the well within the 640-acre spacing unit.

² Order No. R-22847 approved alternative spacing units (640 acres or 480 acres) due to uncertainty regard federal leases. That uncertainty has been resolved and Applicant will drill and complete the well within the 640-acre spacing unit.

uncommitted interests in the unit that have not been pooled. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interests should be pooled into the unit pursuant to the terms of Order No. R-22847.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Brian Van Staveren	Landman	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

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 415964

QUESTIONS

Operator: 3R Operating, LLC 20405 State Highway 249 Houston, TX 77070	OGRID: 331569
	Action Number: 415964
	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>