

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

**APPLICATION OF RILEY PERMIAN
OPERATING COMPANY, LLC FOR
APPROVAL OF NON-STANDARD
HORIZONTAL SPACING UNIT AND
COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO**

CASE NO. 25048

RILEY PERMIAN OPERATING, LLC’S PRE-HEARING STATEMENT

Riley Permian Operating Company, LLC, (“Riley”), submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Riley Permian Operating Company, LLC

ATTORNEY

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INTERESTED PARTY

Spur Energy Partners LLC

ATTORNEY

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APPLICANT’S STATEMENT OF CASE

In this case, Riley seeks orders to approve non-standard 160-acre, more or less, horizontal spacing unit (“HSU”) composed of the S/2 N/2 of Section 33, Township 17 South, Range 27 East, N.M.P.M., Eddy County, New Mexico (the “Application Lands”), and to pool all uncommitted mineral interests in the Yeso formation, designated as oil pools, underlying said HSU.

Under **Case 25048**, Riley seeks to pool the Yeso formation underlying the Application Lands and seeks dedicate the HSU to the following proposed wells:

A. **Eagle 33 Fed Com #007H** (API No. 30-015-49713), which is an oil well that will be horizontally drilled from a surface location in the SW/4NW/4 (Unit E) of Section 34 to a bottom hole location in the Yeso Formation in Lot 5 (Unit E) of Section 33, Township 17 South, Range 27 East;

B. **Eagle 33 Fed Com #008H** (API No. 30-015-49714), which is an oil well that will be horizontally drilled from a surface location in the SW/4NW/4 (Unit E) of Section 34, Township 17 South, Range 27 East, to a bottom hole location in the Yeso Formation in Lot 5 (Unit L) of Section 33, Township 17 South, Range 27 East;

The wells are orthodox in their location as defined by 19.15.16.15.(C) NMAC, and the take points and laterals comply with Statewide Rules for setbacks under 19.15.16.15.(C) NMAC. Also to be considered will be the cost of drilling and completing the Wells and the allocation of the cost, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

The wells and lands are located approximately 8 miles southeast from Artesia, New Mexico.

APPLICANT’S PROPOSED EVIDENCE

WITNESS

ESTIMATED TIME

EXHIBITS

Name and Expertise

Mark Smith, Senior Landman
Doug Standart, Geologist

Affidavit
Affidavit

Approx. 9
Approx. 5

PROCEDURAL MATTERS

If uncontested at the hearing, Riley intends to present these cases by affidavit.

Dated this 6th day of February, 2025.

Respectfully submitted,

BEATTY & WOZNIAK, P.C.

By: 

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*Attorneys for Riley Permian Operating
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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the forgoing was served to counsel of record by electronic mail this 6th day of February 2025, as follows:

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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QUESTIONS

Action 429360

QUESTIONS

Operator: RILEY PERMIAN OPERATING COMPANY, LLC 29 E Reno Avenue, Suite 500 Oklahoma City, OK 73104	OGRID: 372290
	Action Number: 429360
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	2
Testimony time (in minutes)	15