

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

**APPLICATIONS OF 3R OPERATING, LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

CASE NOS. 25323, 25324

AMENDED CONSOLIDATED PRE-HEARING STATEMENT

3R Operating, LLC (“3R” or “Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

3R Operating, LLC

ATTORNEYS

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INTERESTED PARTIES

Flat Creek Resources, LLC

ATTORNEYS

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Civitas Permian Operating, LLC

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STATEMENT OF THE CASES

In Case No. 25323, Applicant applies for an order pooling all uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of N/2 of Sections 34 and 35, Township 24 South, Range 26 East, Eddy County, New Mexico. The Unit will be dedicated to the **McMuffin 34 35 Fed Com 701H** well, which will be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 33 to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 35.

In Case No. 25324, Applicant applies for an order pooling all uncommitted interests in the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit comprised of S/2 of Sections 34 and 35, Township 24 South, Range 26 East, Eddy County, New Mexico. The Unit will be dedicated to the **McMuffin 34 35 Fed Com 703H** well, which will be drilled from a surface hole location in the SE/4 SE/4 (Unit P) of Section 33 to a bottom hole location in the NE/4 SE/4 (Unit I) of Section 35.

The completed intervals of the wells will be orthodox.

Also to be considered will be the cost of drilling and completing the wells, the allocation of the costs, the designation of Applicant as operator of the units and the wells, and a 200% charge for the risk involved in drilling and completing the wells.

PROPOSED EVIDENCE

<u>Witness</u>	<u>Occupation</u>	<u>Estimated Time</u>	<u>Exhibits</u>
Brian Van Staveren	Landman	Affidavit	Approx. 5
Brian Atwell	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant intends to consolidate these matters for presentation at hearing. Civitas Permian Operating, LLC has withdrawn its objection, therefore, Applicant will present these matters by affidavit.

Respectfully submitted,

HARDY McLEAN LLC

/s/ Dana S. Hardy

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Counsel for 3R Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Prehearing Statement was sent to the following counsel by electronic mail on this 18th day of August.

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State of New Mexico
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Oil Conservation Division
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QUESTIONS

Action 496810

QUESTIONS

Operator: 3R Operating, LLC 20405 State Highway 249 Houston, TX 77070	OGRID: 331569
	Action Number: 496810
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

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