

**DOCKET: OIL CONSERVATION DIVISION HEARINGS - Tuesday, March 10, 2026**

**1:00 p.m.** - 1220 South St. Francis, Santa Fe, New Mexico 87505  
and via MS Teams (login information below)

**Virtual Attendance:**

Click [HERE](#) to be connected to the meeting.

**Dial-in by phone:**

(505) 312-4308

Phone conference ID: 825 729 727#

Pre-hearing statements shall be filed no later than **9:00 a.m.**, 4 business days before the hearing and in addition to the requirements of 19.15.4.13.B(1) NMAC, shall include the following: all evidentiary exhibits, documents, affidavits, and full-written testimony of any witness a party offers at the hearing. Exhibits must be sequentially marked on every page. Failure to file a complete pre-hearing statement on time may cause the Hearing Examiner to continue the hearing and/or impose sanctions up to and including the exclusion of late-filed evidence. Evidentiary objections must be filed no later than 48 hours before the hearing. Rulings on the objections will be addressed as a preliminary matter when the case is called. All witnesses filing direct testimony shall attend the hearing and may be subject to cross-examination by Counsel and the Division's Examiners.

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

	Case Number	Description
1.	25610	<p><b>Application of Powderhorn Operating, LLC for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant seeks an order pooling all uncommitted interest within the Wolfcamp formation, designated as a gas pool (Purple Sage Wolfcamp [Gas] Pool Code 98220), underlying a 959.60-acre, more or less, standard horizontal well spacing unit comprised of the E/2 of Section 3 and all of Section 2, located in Township 24 South, Range 26 East, NMPM, Eddy County, New Mexico (the "Unit"). The Unit will be dedicated to the following wells: Super Hornet State Com 401H, a gas well that will be horizontally drilled from a surface hole location 2550' FEL &amp; 1,380' FNL of Section 3, to a bottom hole location 100' FEL &amp; 990' FNL of Section 2, Township 24 South, Range 26 East; Super Hornet State Com 402H, a gas well that will be horizontally drilled from a surface hole location 2550' FEL &amp; 1,410' FNL of Section 3, to a bottom hole location 100' FEL &amp; 2,330' FNL of Section 2, Township 24 South, Range 26 East; Super Hornet State Com 403H, a gas well that will be horizontally drilled from a surface hole location 2535' FEL &amp; 1,380' FSL of Section 3, to a bottom hole location 100' FEL &amp; 1,650' FSL of Section 2, Township 24 South, Range 26 East; Super Hornet State Com 404H, a gas well that will be horizontally drilled from a surface hole location 2535' FEL &amp; 1,350' FSL of Section 3, to a bottom hole location 100' FEL &amp; 330' FSL of Section 2, Township 24 South, Range 26 East. The wells will be horizontally drilled and located within the Purple Sage Wolfcamp Gas Pool (Code 98220). This pool is subject to special pool rules that establish 330-foot setback requirements, and the Wells will have non-standard first and last take points. The completed interval of the Wells will remain within 330 feet of the adjoining half-section tracts, allowing inclusion of these proximity tracts within the proposed Unit under NMAC 19.15.16.15(B)(4). 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 Unit, and a 200% charge for the risk involved in drilling and completing the Wells against any working interest owner who does not voluntarily participate. The Wells are located approximately 8.9 miles south of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25753, 25754, 25873, 25874, 25980, 25981, 25982</p>
2.	25753	<p><b>Application of Powderhorn Operating, LLC for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant seeks an order pooling all uncommitted interest within the Bone Spring formation, underlying a 240-acre, more or less, standard horizontal well spacing unit comprised of the N/2 SE/4 of Section 3 and N/2 S/2 of Section 2, located in Township 24 South, Range 26 East, NMPM, Eddy County, New Mexico (the "Unit"). The Unit will be dedicated to the following</p>

		<p>well: Super Hornet State Com 203H, an oil well that will be horizontally drilled from a surface hole location 2,545' FEL &amp; 1,380' FSL of Section 3, to a bottom hole location 100' FEL &amp; 1,980' FSL of Section 2, Township 24 South, Range 26 East. The completed interval of the Well will be orthodox. Also, to be considered will be the cost of drilling and completing the Well and the allocation of the cost, the designation of Applicant as the operator of the Well and Unit, and a 200% charge for the risk involved in drilling and completing the Well against any working interest owner who does not voluntarily participate. The Well is located approximately 8.9 miles south of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing          Joined with Cases: 25610, 25754, 25873, 25874, 25980, 25981, 25982</p>
3.	25754	<p><b>Application of Powderhorn Operating, LLC for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant seeks an order pooling all uncommitted interest within the Bone Spring formation, underlying a 240-acre, more or less, standard horizontal well spacing unit comprised of the S/2 SE/4 of Section 3 and S/2 S/2 of Section 2, located in Township 24 South, Range 26 East, NMPM, Eddy County, New Mexico (the "Unit"). The Unit will be dedicated to the following well: Super Hornet State Com 204H, an oil well that will be horizontally drilled from a surface hole location 2,595' FEL &amp; 1,380' FSL of Section 3, to a bottom hole location 100' FEL &amp; 660' FSL of Section 2, Township 24 South, Range 26 East. The completed interval of the Well will be orthodox. Also, to be considered will be the cost of drilling and completing the Well and the allocation of the cost, the designation of Applicant as the operator of the Well and Unit, and a 200% charge for the risk involved in drilling and completing the Well against any working interest owner who does not voluntarily participate. The Well is located approximately 8.9 miles south of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing          Joined with Cases: 25610, 25753, 25873, 25874, 25980, 25981, 25982</p>
4.	25873	<p><b>Application of Avant Operating II, LLC for compulsory pooling, Eddy County, New Mexico.</b> Applicant seeks an order from the Division pooling all uncommitted interests within a standard 480-acre, more or less, Bone Spring horizontal spacing unit comprised of the S/2 of Section 2 and the SE/4 of Section 3, Township 24 South, Range 26 East, N.M.P.M., Eddy County, New Mexico. This spacing unit will be dedicated to the following wells: the Casino Queen 2 3 State Com #501H well with a proposed surface hole location in the SE/4 SE/4 (Unit P) of Section 2, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 3; the Casino Queen 2 3 State Com #502H well, with a proposed surface hole location in the NE/4 SE/4 (Unit I) of Section 2, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 3; and the Casino Queen 2 3 State Com #503H well, with proposed surface hole locations in the NE/4 SE/4 (Unit I) of Section 2, and proposed last take points in the NW/4 SE/4 (Unit J) of Section 3. The wells will be drilled at orthodox locations. The completed interval for the Casino Queen 2 3 State Com #502H well are expected to be less than 330 feet from the adjoining tracts thereby allowing for the inclusion of the proximity tracts within the proposed spacing unit under Rule 19.15.16.15(B)(1)(b) NMAC. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 15 miles southwest of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing          Joined with Cases: 25610, 25753, 25754, 25874, 25980, 25981, 25982</p>
5.	25874	<p><b>Application of Avant Operating II, LLC for compulsory pooling, Eddy County, New Mexico.</b> Applicant seeks an order from the Division pooling all uncommitted interests within a standard 480-acre, more or less, Wolfcamp horizontal spacing unit comprised of the S/2 of Section 2 and the SE/4 of Section 3, Township 24 South, Range 26 East, N.M.P.M., Eddy County, New Mexico. This spacing unit will be dedicated to the following wells: the Casino Queen 2 3 State Com #701H well, the Casino Queen 2 3 State Com #751H well, and the Casino Queen 2 3 State Com #752H well with proposed surface hole locations in the SE/4 SE/4 (Unit P) of Section 2, and proposed last take points in the SW/4 SE/4 (Unit O) of Section 3; the Casino</p>

		<p>Queen 2 3 State Com #702H well, with a proposed surface hole location in the NE/4 SE/4 (Unit I) of Section 2, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 3; and the Casino Queen 2 3 State Com #703H well, and the Casino Queen 2 3 State Com #753H well, with proposed surface hole locations in the NE/4 SE/4 (Unit I) of Section 2, and proposed last take points in the NW/4 SE/4 (Unit J) of Section 3. The wells will be drilled at orthodox locations. The well spacing complies with the Special Rules for the Purple Sage Wolfcamp Pool. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 15 miles southwest of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing          Joined with Cases: 25610, 25753, 25754, 25873, 25980, 25981, 25982</p>
6.	25980	<p><b>Application of Coterra Energy Operating Co, for Approving a Standard Horizontal Spacing Unit and Compulsory Pooling, Eddy County, New Mexico.</b> Applicant in the above-styled cause seeks an order from the Division: (1) approving a 639.28-acre, more or less, standard horizontal spacing and proration unit composed of the E/2 of Sections 3 and 10, Township 24 South, Range 26 East, N.M.P.M. Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests in the WC-015 G-04 S232628M; Bone Spring formation designated as an oil pool, underlying said unit. The proposed wells to be dedicated to the horizontal spacing unit are the: Cherry Hills 10-3 Fed Com 1H (API No. Pending), which is an oil well that will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 10 Township 24 South, Range 26 East, to a bottom hole location in the WC-015 G-04 S232628M; Bone Spring Pool in the NW/4 NE/4 (Lot 2) of Section 3, Township 24 South, Range 26 East; and the Cherry Hills 10-3 Fed Com 2H (API No. Pending), which is an oil well that will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 10 Township 24 South, Range 26 East, to a bottom hole location in the WC-015 G-04 S232628M; Bone Spring Pool in the NE/4 NE/4 (Lot 1) of Section 3, Township 24 South, Range 26 East; The wells are orthodox in location, and the take points and laterals comply with statewide setbacks for the WC-015 G-04 S232628M; Bone Spring. The wells and lands are located approximately 6.8 miles southeast of Whites City, New Mexico.</p> <p>Setting: Contested Hearing          Joined with Cases: 25610, 25753, 25754, 25873, 25874, 25981, 25982</p>
7.	25981	<p><b>Application of Coterra Energy Operating Co, for Approving a Standard Horizontal Spacing Unit and Compulsory Pooling, Eddy County, New Mexico.</b> Applicant in the above-styled cause seeks an order from the Division: (1) approving a 639.28-acre, more or less, standard horizontal spacing and proration unit composed of the E/2 of Sections 3 and 10, Township 24 South, Range 26 East, N.M.P.M. Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests in the Purple Sage; Wolfcamp formation, designated as a gas pool, underlying said unit. The proposed wells to be dedicated to the horizontal spacing unit are the: Cherry Hills 10-3 Fed Com 3H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 10 Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NW/4 NE/4 (Lot 2) of Section 3, Township 24 South, Range 26 East; Cherry Hills 10-3 Fed Com 4H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 10 Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NE/4 NE/4 (Lot 1) of Section 3, Township 24 South, Range 26 East; Cherry Hills 10-3 Fed Com 5H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 10 Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NW/4 NE/4 (Lot 2) of Section 3, Township 24 South, Range 26 East; and the Cherry Hills 10-3 Fed Com 6H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 10 Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NE/4 NE/4 (Lot 1) of Section 3, Township 24 South, Range 26 East. The wells are orthodox in location, and the take points and laterals comply with Special Pool Rules R-14262 setbacks for the Purple Sage; Wolfcamp. The wells and lands are located approximately 6.8 miles southeast of Whites City, New Mexico.</p>

		Setting: Contested Hearing Joined with Cases: 25610, 25753, 25754, 25873, 25874, 25980, 25982
8.	25982	<p><b>Application of Coterra Energy Operating Co, for Approving a Standard Horizontal Spacing Unit and Compulsory Pooling, Eddy County, New Mexico.</b> Applicant in the above-styled cause seeks an order from the Division: (1) approving a 1,280-acre, more or less, standard horizontal spacing and proration unit composed of all of Sections 35 and 36, Township 24 South, Range 25 East, N.M.P.M., Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests in the Purple Sage; Wolfcamp formation, designated as an gas pool, underlying said unit. The proposed wells to be dedicated to the horizontal spacing unit are the: Know Whatta Mean 31-36-35 Fed Com 1H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NW/4 NW/4 (Unit D) of Section 35, Township 24 South, Range 25 East; Know Whatta Mean 31-36-35 Fed Com 2H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the SW/4 NW/4 (Unit E) of Section 35, Township 24 South, Range 25 East; Know Whatta Mean 31-36-35 Fed Com 3H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NW/4 SW/4 (Unit L) of Section 35, Township 24 South, Range 25 East; Know Whatta Mean 31-36-35 Fed Com 4H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the SW/4 SW/4 (Unit M) of Section 35, Township 24 South, Range 25 East; Know Whatta Mean 31-36-35 Fed Com 5H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NW/4 NW/4 (Unit D) of Section 35, Township 24 South, Range 25 East; Know Whatta Mean 31-36-35 Fed Com 6H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the SW/4 NW/4 (Unit E) of Section 35, Township 24 South, Range 25 East; Know Whatta Mean 31-36-35 Fed Com 7H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the NW/4 SW/4 (Unit L) of Section 35, Township 24 South, Range 25 East; and the Know Whatta Mean 31-36-35 Fed Com 8H (API No. Pending), which is a gas well that will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 31, Township 24 South, Range 26 East, to a bottom hole location in the Purple Sage; Wolfcamp Pool in the SW/4 SW/4 (Unit M) of Section 35, Township 24 South, Range 25 East; The wells are orthodox in location, and the take points and laterals comply with Special Pool Rules R-14262 setbacks for the Purple Sage; Wolfcamp. The wells and lands are located approximately 2.94 miles southeast of Whites City, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25610, 25753, 25754, 25873, 25874, 25980, 25981</p>
9.	25727	<p><b>Application of Spur Energy Partners LLC for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant seeks an order pooling all uncommitted interests in the Yeso formation underlying a 120-acre, more or less, standard horizontal spacing unit comprised of the N/2 SE/4 and the NE/4 SW/4 of Section 17, Township 17 South, Range 31 East, Eddy County, New Mexico ("Unit"). Applicant seeks to dedicate the Unit to the Garrison 17 Fed 20H, Garrison 17 Fed 70H, and Garrison 17 Fed 90H wells ("Wells"), to be drilled from surface hole locations in the NW/4 SW/4 (Unit L) of Section 16 to bottom hole locations in the NE/4 SW/4 (Unit K) of Section 17. Also to be considered will be the cost of drilling and completing the Wells and the allocation of the costs, 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 are located approximately 6.87 miles west and 1.67 miles south of Maljamar, New Mexico. Setting: Contested Hearing</p>

10.	25771	<p><b>Application of Permian Resources Operating, LLC for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant seeks an order pooling all uncommitted interests in the Bone Spring formation underlying a 399.38-acre, more or less, standard horizontal spacing unit comprised of the S/2 SW/4 of Section 4 and the S/2 S/2 of Sections 5 and 6, Township 22 South, Range 26 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the Dreamcatcher Fed Com 124H well ("Well"), which will produce from a first take point in the SE/4 SW/4 (Unit N) of Section 4 to a last take point in Lot 7 (SW/4 SW/4 equivalent) of Section 6. The completed interval of the Well will be orthodox. Also to be considered will be the cost of drilling and completing the Well and the allocation of the cost, the designation of Applicant as operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well. The Well is located approximately 2 miles west of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25772, 25936, 25937</p>
11.	25772	<p><b>Application of Permian Resources Operating, LLC for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant seeks an order pooling all uncommitted interests in the Wolfcamp formation underlying a 399.38-acre, more or less, non-standard horizontal spacing unit comprised of the S/2 SW/4 of Section 4 and the S/2 S/2 of Sections 5 and 6, Township 22 South, Range 26 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the Dreamcatcher Fed Com 214H well ("Well"), which will produce from a first take point in the SE/4 SW/4 (Unit N) of Section 4 to a last take point in Lot 7 (SW/4 SW/4 equivalent) of Section 6. The completed interval of the Well will be orthodox. Applicant will apply administratively for approval of a non-standard spacing unit. Also to be considered will be the cost of drilling and completing the Well and the allocation of the cost, the designation of Applicant as operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well. The Well is located approximately 2 miles west of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25771, 25936, 25937</p>
12.	25936	<p><b>Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant in the above-styled cause seeks an order pooling all uncommitted mineral owners in a standard 320-acre, more or less, well spacing unit in the Bone Spring formation underlying the S/2 S/2 of irregular Sections 3 and 4, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. This spacing unit will be initially dedicated to the proposed Guyana Buffalo 4/3 Federal Com 408H and Guyana Buffalo 4/3 Federal Com 527H wells, both to be drilled from surface locations in the SW/4 SW/4 (Unit M) of irregular Section 4, to bottomhole locations in the SE/4 SE/4 (Unit P) of irregular Section 3. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof, the operating costs and charges for supervision, the designation of applicant as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling said wells. The proposed laterals fall within the city limits of Carlsbad.</p> <p>Setting: Contested Hearing Joined with Cases: 25771, 25772, 25937</p>
13.	25937	<p><b>Application of Mewbourne Oil Company for Compulsory Pooling, Eddy County, New Mexico.</b> Applicant in the above-styled cause seeks an order pooling all uncommitted mineral owners in a standard 640-acre, more or less, well spacing unit in the Wolfcamp formation underlying the S/2 of irregular Sections 3 and 4, Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico. This spacing unit will be initially dedicated to the proposed Guyana Buffalo 4/3 Federal Com 716H and Guyana Buffalo 4/3 Federal Com 825H wells, both to be drilled from surface locations in the SW/4 SW/4 (Unit M) of irregular Section 4, to bottomhole locations in the NE/4 SE/4 (Unit I) of irregular Section 3; and Guyana Buffalo 4/3 Federal Com 718H and Guyana Buffalo 4/3 Federal Com 827H wells, both to be drilled from surface locations in the SW/4 SW/4 (Unit M) of irregular Section 4, to bottomhole locations in the SE/4 SE/4 (Unit P) of irregular Section 3. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof, the operating costs and charges for supervision, the designation of applicant as operator of the proposed spacing unit, and a 200% charge for risk</p>

		<p>involved in drilling said wells. The proposed laterals fall within the city limits of Carlsbad.</p> <p>Setting: Contested Hearing Joined with Cases: 25771, 25772, 25936</p>
--	--	---