

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

**APPLICATION OF CONOCOPHILLIPS COMPANY
FOR COMPULSORY POOLING AND APPROVAL
OF NON-STANDARD SPACING UNIT,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 26229

PRE-HEARING STATEMENT

ConocoPhillips Company ("Applicant") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

ConocoPhillips Company

ATTORNEYS

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INTERESTED PARTY

None.

ATTORNEYS

STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests in the Bone Spring formation underlying a 1,600-acre, more or less, non-standard horizontal spacing unit comprised of the S/2 of Section 23, and all of Sections 26 and 35, Township 23 South, Range 30 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the following wells ("Wells"): **Fury Road Fed Com 501H** and **Fury Road Fed Com 521H**, which will be drilled from surface hole locations in the NE/4 SW/4 (Unit K) of Section 23 to bottom hole locations in the SW/4 SW/4

(Unit M) of Section 35; **Fury Road Fed Com 502H**, which will be drilled from a surface hole location in the NE/4 SW/4 (Unit K) of Section 23 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 35; **Fury Road Fed Com 522H**, which will be drilled from a surface hole location in the NW/4 SE/4 (Unit J) of Section 23 to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 35; **Fury Road Fed Com 503H**, which will be drilled from a surface hole location in the NW/4 SE/4 (Unit J) of Section 23 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 35; and **Fury Road Fed Com 504H** and **Fury Road Fed Com 523H**, which will be drilled from surface hole locations in the NW/4 SE/4 (Unit J) of Section 23 to bottom hole locations in the SE/4 SE/4 (Unit P) of Section 35.

Applicant requests approval of a non-standard horizontal spacing unit pursuant to Rule 19.15.16.15(B)(5) NMAC, which will create cost efficiencies, prevent waste, and protect correlative rights. The spacing unit for the Wells partially overlaps with the spacing units for the following wells, which produce from the Forty Niner Ridge; Bone Spring Pool (Code 24720): Forty Niner Ridge 23 Federal 1H (API 30-015-40615) dedicated to the E/2 E/2 of Section 23, Township 23 South, Range 30 East; and Forty Niner Ridge 23 Federal 2H (API 30-015-40649) dedicated to the W/2 E/2 of Section 23, Township 23 South, Range 30 East.

The completed intervals of the Wells will be orthodox. Also to be considered will be the designation of Applicant as the operator of the Units and Wells.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Ashley St. Pierre	Landman	Affidavit	Approx. 6
Rachel Shanks	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant intends to present this case by affidavit if there are no objections to its application.

Respectfully submitted,

HARDY McLEAN LLC

/s/ Dana S. Hardy

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State of New Mexico
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Oil Conservation Division
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QUESTIONS

Action 608247

QUESTIONS

Operator: CONOCOPHILLIPS COMPANY 600 W. Illinois Avenue Midland, TX 79701	OGRID: 217817
	Action Number: 608247
	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.