

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

**APPLICATION OF SPC RESOURCES, LLC
TO AMEND ORDER NO. R-21096,
EDDY COUNTY, NEW MEXICO.**

CASE NO. 21855

SPC'S PRE-HEARING STATEMENT

SPC Resources, LLC, applicant in the above-referenced case, submits this Pre-Hearing Statement, pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

SPC Resources, LLC (“SPC Resources”)

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

In **Case No. 21855**, SPC Resources seeks to amend Order Nos. R-21096 and R-21096-A (“Orders”) to pool additional interest owners under the terms of the Orders. Order No. R-21096, entered on February 12, 2020 in Case No. 20762, created a 1,267.10-acre, more or less, standard

horizontal spacing unit consisting of the W/2 and E/2 of Section 12, Township 22 South, Range 26 East, and the W/2 and E/2 of irregular Section 7, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico (the “Unit”), and designated SPC Resources as the operator of the Unit. Order No. R-21096 further pooled the uncommitted interests in the Wolfcamp formation (Purple Sage; Wolfcamp Pool (Pool Code 98220)) in the Unit and dedicated the Unit to the following Proposed Wells: (1) the **Caveman #402H well**; and (2) the **Caveman #442H well**.

Order No. R-21096-A amended Order R-21096: (1) to pool additional interest owners under the terms of Order No. R-21096; (2) to allow for an extension of time for drilling a well under Order No. R-21096; (3) to update the names and locations (if necessary) of the Proposed Wells, and (4) to conform Order No. R-21096 to the amended order template (“Amended Order”) described in the Division Director’s April 9, 2020 *Letter to Counsel Regarding Amended CP Order Template*. Since the entry of the Orders, SPC Resources has determined there are additional interest owners in the Unit who were not provided notice of the hearings in Case Nos. 20762 and 21577, and as result, whose interests were not pooled by the terms of the Orders.

SPC Resources now seeks to pool additional interest owners under the terms of the Orders.

APPLICANT’S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Colleen Bradley, Land Representative	Affidavit	Approx. 5

PROCEDURAL MATTERS

SPC Resources intends to present this case by affidavit, if uncontested at time of hearing.

Respectfully submitted,

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