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

APPLICATION OF APACHE CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO	CASE NO. 21837
APPLICATION OF APACHE CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO	CASE NO. 21838
APPLICATION OF APACHE CORPORATION FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO	CASE NO. 21839
APPLICATION OF APACHE CORPORATION FOR COMPULSORY POOLING,	CASE NO. 21840

**EDDY COUNTY, NEW MEXICO** 

## **CONSOLIDATED PRE-HEARING STATEMENT**

Apache Corporation ("Apache") submits this Consolidated Pre-Hearing Statement for the

above-referenced cases pursuant to the rules of the Oil Conservation Division.

## APPEARANCES

### APPLICANT

**ATTORNEY** 

Earl E. DeBrine Deana M. Bennett Lance D. Hough MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A. P. O. Box 2168 Albuquerque, New Mexico 87103-2168 (505) 848-1800

Apache Corporation

#### **INTERESTED PARTY**

**V-F** Petroleum

#### **ATTORNEY**

Dana S. Hardy Michael Rodriguez P.O. Box 2068 Santa Fe, NM 87504-2068 Phone: (505) 982-4554 Facsimile: (505) 982-8623 dhardy@hinklelawfirm.com mrodriguez@hinklelawfirm.com

COG Operating LLC and Concho Oil and Gas

Ocean Munds-Dry COG Operating LLC 1048 Paseo de Peralta Santa Fe, NM 87501 Ocean.munds@conocophillips.com

### STATEMENT OF CASES

In Case No. 21837, Apache Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the N/2 N/2 of Sections 25 and 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Camacho 25-26 State Com 201H and Camacho 25-26 State Com 301H wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Apache as operator of the wells, and a 200% charge for risk involved in drilling said wells.

In Case No. 21838, Apache an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal

spacing unit underlying the S/2 N/2 of Sections 25 and 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the **Camacho 25-26 State Com 202H** and **Camacho 25-26 State Com 302H** wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Apache as operator of the wells, and a 200% charge for risk involved in drilling said wells.

In Case No. 21839, Apache seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the N/2 S/2 of Sections 25 and 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Camacho 25-26 State Com 203H and Camacho 25-26 State Com 303H wells, to be horizontally drilled. The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Apache as operator of the wells, and a 200% charge for risk involved in drilling said wells.

In Case No. 21640, Apache seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring standard horizontal spacing unit; and, (2) pooling all uncommitted mineral interests within a Bone Spring standard horizontal spacing unit underlying the S/2 S/2 of Sections 25 and 26, Township 19 South, Range 27 East, NMPM, Eddy County, New Mexico. This standard spacing unit will be dedicated to the Camacho 25-26 State Com 204H and Camacho 25-26 State Com 304H wells, to be horizontally drilled.

The producing intervals for these wells will be orthodox. Also to be considered will be the cost of drilling, completing and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Apache as operator of the wells, and a 200% charge for risk involved in drilling said wells.

# APPLICANT:

## **PROPOSED EVIDENCE**

<u>WITNESS</u>	ESTIMATED TIME	<b>EXHIBITS</b>
Landman - Blake Johnson	Approx. 1 Minute	Approx. 8
Geologist - TBD	Approx. 1 Minute	Approx. 12

## **PROCEDURAL ISSUES**

Apache is actively in discussions with the parties entered in these cases and intends to

present by affidavit in the event agreements are reached sufficiently in advance of hearing.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

By:<u>/s/ Lance D. Hough</u> Earl E. DeBrine, Jr. Deana M. Bennett Lance D. Hough Post Office Box 2168 500 Fourth Street NW, Suite 1000 Albuquerque, New Mexico 87103-2168 Telephone: 505.848.1800 edebrine@modrall.com dmb@modrall.com ldh@modrall.com Attorney for Applicant Apache Corporation

## **CERTIFICATE OF SERVICE**

I hereby certify that on this 29th day of April 2021, I served a true and correct copy of the foregoing pleading on the following counsel of record by electronic mail:

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By: <u>/s/ Lance D. Hough</u> Lance D. Hough

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