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

APPLICATION OF CHISHOLM ENERGY OPERATING, LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO.

CASE NO. 22173

APPLICATION OF CHISHOLM ENERGY OPERATING, LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO.

CASE NO. 22174

CHISHOLM ENERGY OPERATING, LLC'S PRE-HEARING STATEMENT

Chisholm Energy Operating, LLC ("Chisholm") (OGRID No. 327137), the applicant in these cases, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

Chisholm Energy Operating, LLC Michael H. Feldewert

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Santa Fe, New Mexico 87504

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APPLICANT'S STATEMENT OF THE CASE

In Case No. 22173, Chisholm seeks an orders pooling all uncommitted interests in the Bone Spring formation underlying a standard 280-acre, more or less, horizontal spacing unit comprised of the SW/4 NW/4 and the W/2 SW/4 of Section 5 and the W/2 W/2 of Section 8, Township 19

South, Range 33 East, NMPM, Lea County, New Mexico, and seeks to dedicate the spacing unit to the proposed initial **Bel-Air 5-8 Fed 2BS Com #5H well** to be horizontally drilled from a surface location in the NE/4 NW/4 (Lot 3) of Section 5 to a bottom hole location in the SW/4 SW/4 (Lot M) of Section 8.

In Case No. 22174, Chisholm seeks an orders pooling all uncommitted interests in the Bone Spring formation underlying a standard 321.07-acre, more or less, horizontal spacing unit comprised of the E/2 W/2 of Sections 5 and 8, Township 19 South, Range 33 East, NMPM, Lea County, New Mexico, and seeks to dedicate the spacing unit to the proposed initial **Bel-Air 5-8 Fed 2BS Com #6H well** to be horizontally drilled from a surface location in the NE/4 NW/4 (Lot 3) of Section 5 to a bottom hole location in the SE/4 SW/4 (Lot N) of Section 8.

The completed interval of the proposed wells will comply with setbacks for horizontal oil wells required by the statewide rules.

<u>APPLICANT'S PROPOSED EVIDENCE</u>

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS	
Luke Shelton, Landman	Affidavit	Approx. 8	
Josh Kuhn, Geologist	Affidavit	Approx. 3	

PROCEDURAL MATTERS

Chisholm requests that these matters be consolidated for hearing and if uncontested at the time of hearing, Chisholm plans to present these cases by affidavit.

Respectfully submitted,

HOLLAND & HART LLP

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 53203

QUESTIONS

Operator:	OGRID:
CHISHOLM ENERGY OPERATING, LLC	372137
801 Cherry Street	Action Number:
Fort Worth, TX 76102	53203
	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.	