

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

**APPLICATION OF STRATA PRODUCTION CO.  
FOR COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO**

**Case No. 22437**

**APPLICATION OF STRATA PRODUCTION CO.  
FOR COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO**

**Case No. 22438**

**PRE-HEARING STATEMENT**

STRATA PRODUCTION COMPANY provides this Pre-Hearing Statement as required by the rules of the Division.

**APPEARANCES**

**APPLICANT**

STRATA PRODUCTION COMPANY

APPLICANT'S ATTORNEY:

Sharon T. Shaheen  
Ricardo S. Gonzales  
Montgomery & Andrews, P.A.  
P.O. Box 2307  
Santa Fe, New Mexico 87504-2307  
Telephone: (505) 986-2678  
Email: [sshaheen@montand.com](mailto:sshaheen@montand.com)  
[rgonzales@montand.com](mailto:rgonzales@montand.com)

**OTHER PARTIES**

No other party has entered an appearance at this time.

**STATEMENT OF THE CASE**

In Case No. **22437**, Applicant seeks an order from the Division pooling all uncommitted mineral interests in the Delaware formation (Forty Niner Ridge; Delaware [24750]) in a standard 200-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the NE/4 SE/4 of Section 22, Township 23 South, Range 30 East and the N/2 S/2 of Section 23, Township 23 South, Range 30 East in Eddy County, New Mexico. The HSU will be dedicated to the

FNRU Fed Com 22 23 III 15H well,<sup>1</sup> to be horizontally drilled from an approximate surface hole location 2100' FSL and 850' FEL of Section 22, T23S-R30E, to an approximate bottom hole location 1650' FSL and 100' FEL of Section 23, T23S-R30E ("FNRU 22/23 III 15H"). The first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells. The completed lateral for the FNRU 22/23 III 15H will comply with the standard setback.

In Case No. **22438**, Applicant seeks an order from the Division pooling all uncommitted mineral interests in the Delaware formation (Forty Niner Ridge; Delaware [24750]) in a standard 200-acre, more or less, horizontal spacing and proration unit ("HSU") comprised of the SE/4 SE/4 of Section 22, Township 23 South, Range 30 East and the S/2 S/2 of Section 23, Township 23 South, Range 30 East in Eddy County, New Mexico. Applicant proposes to drill the following well: FNRU Fed Com 22 23 PPI 16H well, to be horizontally drilled from an approximate surface hole location 330' FSL and 660' FEL of Section 22, T23S-R30E, to an approximate bottom hole location 330' FSL and 100' FEL of Section 23, T23S-R30E ("FNRU 22/23 PPI 16H"). The first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells. The completed lateral for the FNRU 22/23 PPI 16H will comply with the standard setback.

The NE/4 SE/4 of Section 22 is included in the Fortyniner Ridge Unit. The surface holes of the proposed wells are located within the Fortyniner Ridge Unit due to limited availability of surface locations. The wells are located in a potash area. A subsurface pipeline located along the western boundary of Section 23 further limits surface availability. Strata will allocate production

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<sup>1</sup> The application in Case No. 22437 mistakenly referred to the FNRU Fed Com 22 23 ILL 15H. The correct well name is the FNRU Fed Com 22 23 III 15H.



**District I**  
 1625 N. French Dr., Hobbs, NM 88240  
 Phone:(575) 393-6161 Fax:(575) 393-0720

**District II**  
 811 S. First St., Artesia, NM 88210  
 Phone:(575) 748-1283 Fax:(575) 748-9720

**District III**  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 Phone:(505) 334-6178 Fax:(505) 334-6170

**District IV**  
 1220 S. St Francis Dr., Santa Fe, NM 87505  
 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS

Action 69494

**QUESTIONS**

Operator: STRATA PRODUCTION CO P.O. Box 1030 Roswell, NM 882021030	OGRID: 21712
	Action Number: 69494
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.