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

APPLICATIONS OF COLGATE OPERATING, LLC FOR COMPULSORY POOLING IN EDDY COUNTY, NEW MEXICO.

CASE NOS. 22395-22396

CONSOLIDATED PRE-HEARING STATEMENT

Colgate Operating, LLC ("Applicant") submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEYS

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STATEMENT OF THE CASE

In Case No. 22395, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the N/2S/2 of Sections 16 and 17, Township 19 South, Range 28 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the Blackhawk 16 State Com 133H and Blackhawk 16 State Com 123H wells ("Wells") to be horizontally drilled from a surface hole location in the SE/4SE/4 (Unit P) of Section 16 to a bottom hole location in the NW/4SW/4 (Unit L) of Section 17. The completed intervals of the Wells will be orthodox.

In Case No. 22396, Applicant applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the S/2S/2 of Sections 16 and 17, Township 19 South, Range 28 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the Blackhawk 16 State Com 124H and Blackhawk 16 State Com 134H wells ("Wells") to be horizontally drilled from a surface hole location in the SE/4SE/4 (Unit P) of Section 16 to a bottom hole location in the SW/4SW/4 (Unit M) of Section 17. The completed intervals of the Wells will be orthodox.

Also, to be considered will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 18 miles northeast of Carlsbad.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Mark Hajdik	Landman	Affidavit	Approx. 7
David DaGian	Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Applicant requests Case Nos. 22395 and 22396 be consolidated for hearing. Applicant will present its cases by affidavit if there is no opposition to its application.

Respectfully submitted,

HINKLE SHANOR, LLP

/s/ Dana S. Hardy

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Counsel for Colgate Operating, LLC

Certificate of Service

I hereby certify that on February 10, 2022, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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QUESTIONS

Action 80735

QUESTIONS

Operator:	OGRID:
Spur Energy Partners LLC	328947
9655 Katy Freeway	Action Number:
Houston, TX 77024	80735
	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.	