

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

**APPLICATION OF SILVERBACK, LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

CASE NO. 23194

SILVERBACK'S PRE-HEARING STATEMENT

Silverback Operating II, LLC ("Applicant" or "Silverback"), the Applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Silverback Operating II, LLC

ATTORNEY

Benjamin B. Holliday
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APPLICANT'S STATEMENT OF THE CASE

In Case No. 23194, Silverback seeks orders pooling all uncommitted interests in the Atoka Glorieta Yeso Formation (Pool Code 3250) underlying a standard 320-acre, more or less, horizontal well spacing unit comprised of the S/2 Section 16, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico. Applicant seeks to initially dedicate this horizontal spacing unit to the proposed **Netherlin State Com #102H** and **Netherlin State Com #103H** wells. The **Netherlin State Com 102H** will be horizontally drilled from a surface hole location in Lot I, located in the NE4 SE4 of Section 16, Township 18 South, Range 26 East, being approximately 1626 feet FSL, and approximately 283 feet FEL, to a bottom hole location in the SW4 SW4 of

Section 16, Township 18 South, Range 26 East, being approximately 1132 feet FSL, and approximately 100 feet FWL. **Netherlin State Com 103H** will be horizontally drilled from a surface hole location in Lot I, located in the NE4 SE4 of Section 16, Township 18 South, Range 26 East, being approximately 1646 feet FSL, and approximately 283 feet FEL, to a bottom hole location in the NW4 SW4 of Section 16, Township 18 South, Range 26 East, being approximately 1523 feet FSL, and approximately 100 feet FWL;

The completed interval for each well will be orthodox and comply with statewide setbacks for oil wells. Silverback has sought and been unable to obtain voluntary agreement for the development of these lands from all working interest owners in the subject acreage.

APPLICANTS PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Larry Coshow, Landman	Affidavit	Approximately 8
Nate Gilbertson, Geologist	Affidavit	Approximately 5

PROCEDURAL MATTERS

Silverback intends to present this case by affidavit if there is no opposition at the time of the hearing.

Respectfully submitted,

HOLLIDAY ENERGY LAW GROUP, PC

/s/ Benjamin B. Holliday

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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 161226

QUESTIONS

Operator: Silverback Operating II, LLC IH10 West, Suite 201 San Antonio, TX 78257	OGRID: 330968
	Action Number: 161226
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	2
Testimony time (in minutes)	10