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

APPLICATION OF REDWOOD OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 23186

REDWOOD'S PRE-HEARING STATEMENT

Redwood Operating LLC ("Redwood" or "Applicant"), the applicant in the abovereferenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

ATTORNEY

Redwood Operating LLC ("Redwood")

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APPLICANT'S STATEMENT OF THE CASE

In this case, Redwood seeks an order pooling all uncommitted interests in the Yeso formation (Red Lake; Glorieta-Yeso [Pool code 51120]) underlying a standard 160-acre, more or less, horizontal spacing unit comprised of the N/2 N/2 of Section 17, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico. Redwood proposes to dedicate the above-referenced

spacing unit to the proposed initial **Sparkplug 17 Federal Com #1H, Sparkplug 17 Federal Com #2H,** and **Sparkplug 17 Federal Com #3H** wells, all to be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 9, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 17. The completed interval for each of the wells will comply with statewide setbacks for oil wells. Redwood has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject acreage.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS	
Derik Smith, Landman	Self-Affirmed Statement	Approx. 6	
Charles Sadler, Geologist	Self-Affirmed Statement	Approx. 5	

PROCEDURAL MATTERS

Redwood intends to present this case by self-affirmed statement at hearing if unopposed.

Respectfully submitted,

HOLLAND & HART LLP

By:

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QUESTIONS

Action 161306

QUESTIONS

Operator:	OGRID:
Redwood Operating LLC	330211
PO Box 1370	Action Number:
Artesia, NM 88210	161306
	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.	